by lot in such manner as the Trustee in its uncontrolled discretion shall determine.

(c) The Trustee shall then prorate the principal amount of such coupon Bonds registered as to principal and/or registered Bonds without coupons of such series to be redeemed among all registered owners of Bonds of such series in proportion to the principal amount of Bonds of such series registered in the name of each such registered owner and shall then designate for redemption with respect to each such registered owner, according to such method (which may but need not be by lot) as the Trustee shall deem proper in its discretion, Bonds of such series or portions thereof of the principal amount so prorated to such registered owner.

In any such prorating pursuant to this § 7.02, (*i*) the Trustee shall, according to such method as it shall deem proper in its discretion, make such adjustments by increasing or decreasing by not more than $1,000 the amount which would be allocable on the basis of exact proportion to coupon Bonds registered as to principal and/or registered Bonds without coupons or to coupon Bonds not registered as to principal, or to any one or more registered owners of Bonds, as may be necessary to the end that the principal amount so prorated shall be in each instance an integral multiple of $1,000, and (*ii*) the Trustee shall not be required to allocate any amount to a registered owner to whom the amount allocable on the basis of exact proportion would be less than $1,000.

In any determination by lot under this § 7.02, each registered Bond without coupons shall be represented by a separate number for each $1,000 of its principal amount. Bonds drawn by lot may be drawn individually or, in the discretion of the Trustee, in groups of Bonds consecutively numbered or by both such methods, either including or excluding, for the purpose of such grouping, the numbers of Bonds previously called for redemption or otherwise retired.

§ 7.03. Publication of notice of redemption, where required, having been completed, or where no publication is required, notice of redemption having been mailed, the Bonds designated for redemption or the specified portions thereof shall become due and payable upon the date

specified in the notice provided for in § 7.01 as the redemption date at the applicable redemption price at the time, together with accrued interest to the redemption date. Payment of the redemption price with accrued interest shall be made to the respective bearers of coupon Bonds not registered as to principal designated for redemption and to the registered owners of coupon Bonds registered as to principal and registered Bonds without coupons designated for redemption, upon surrender of such Bonds, at the place stated in the notice of redemption, together with all unmatured coupons appertaining thereto. If there shall be selected for redemption a portion of the principal amount but less than the entire principal amount of any registered Bond without coupons, the Company shall execute and the Trustee shall authenticate and deliver without charge to the holder thereof, at his option, either coupon Bonds or registered Bonds without coupons, of the same series, of authorized denominations, for the unredeemed balance of the principal amount of such registered Bond or, at the option of such holder, the Trustee shall, upon presentation of such registered Bond for the purpose, make a notation thereon of the payment of the portion thereof so called for partial redemption.

§ 7.04. The Company covenants and agrees that in any case where the first publication of the notice of redemption shall have been made, or where publication is not required, the notice of redemption shall have been mailed, the Company will on or before the redemption date deposit with the Trustee an amount of cash sufficient to effect the redemption of the Bonds specified in such notice, or, as authorized by § 10.04, it may direct the Trustee to apply to such purpose, to the extent that they are available, any moneys held by the Trustee which may be applied pursuant to said § 10.04, and from and after the redemption date designated in such notice (such deposit having been made or direction given, as aforesaid), notwithstanding that any Bonds so called for redemption shall not have been surrendered for cancellation, no further interest shall accrue upon the principal of any of the Bonds so called for redemption, such Bonds shall cease to be entitled to the lien, benefits or security of this Indenture, and all coupons for interest thereon maturing subsequent to such redemption date shall be