

and Student Union Bond, Series 1958A (hereinafter sometimes called "Series 1958A Outstanding Bond"), being a fully registered bond in the principal amount of Five Hundred Fifteen Thousand Dollars (\$515,000), dated April 1, 1958, due in installments on April 1 in the years 1961 to 1998, inclusive, the unpaid principal balance of said bond bearing interest at the rate of 2 7/8% per annum, payable semiannually on April 1 and October 1 of each year, and the Borrower has also authorized and issued its "Trustees of the Baker University and Kansas Educational Association of the Methodist Episcopal Church Dormitory and Student Union Bond, Series 1958B" (hereinafter sometimes called "Series 1958B Outstanding Bond"), being a fully registered bond in the principal amount of Three Hundred Fifty Thousand Dollars (\$350,000), dated April 1, 1958, due in installments on April 1 in the years 1961 to 1998, inclusive, the unpaid principal balance of said bond bearing interest at the rate of 3% per annum, payable semiannually on April 1 and October 1 of each year, both of said 1958 Outstanding Bonds dated April 1, 1958, being payable to the United States of America, Housing and Home Finance Administrator, or his successor, or his assignee, and both of said bonds having been issued by the Borrower for the purpose of providing funds to pay a part of the cost of constructing on land owned by the Borrower a new

dormitory building designed to house approximately 144 students together with three supervisor apartments, and a Student Union Building with dining facilities, both complete with appurtenant facilities, said dormitory, now known as "North Hall," and said Student Union Building having since been constructed on land owned by the Borrower in fee simple situated in the City of Baldwin City, Douglas County, Kansas (also known as the City of Baldwin, Kansas), said Series 1958A Outstanding Bond and said Series 1958B Outstanding Bond being equally and ratably secured by an Indenture of Mortgage and Deed of Trust dated as of April 1, 1958, made by the Borrower to The First National Bank of Topeka, Topeka, Kansas, as Trustee, covering said dormitory building and said Student Union Building and the land on which said buildings are situated, said Indenture of Mortgage and Deed of Trust having been filed for record in the office of the Register of Deeds of Douglas County, Kansas, on November 24, 1958, and recorded in the records of said office in Book 120 of Mortgages at page 273; and

WHEREAS, the Borrower has paid, or will pay on the principal of said Series 1958A Outstanding Bond the total amount of Twenty-two Thousand Dollars (\$22,000), together with all interest on said Bond becoming due prior to and on October 1, 1961, so that the principal amount of said Series 1958A Outstanding