

"Fiscal Year" refers to the Borrower's fiscal year and shall mean the period commencing July 1 and ending June 30.

The term "Project" refers to facilities to be provided in part with the proceeds to be derived from the sale of the Bonds of Series 1961D consisting of a dormitory for approximately 148 students and one supervisor, together with necessary appurtenances.

ARTICLE II

FORM, EXECUTION AND REGISTRATION OF BONDS

Section 1. Form of Bonds: The initial Bonds of the Borrower to be issued and secured under this Indenture shall be in the aggregate principal amount of One Million Seven Hundred Thousand Dollars (\$1,700,000) and shall consist of four series, namely:

Two Hundred Ninety-five Thousand Dollars
(\$295,000) principal amount of its
Student Housing System Bonds,
Series 1961A,

Four Hundred Ninety-three Thousand Dollars
(\$493,000) principal amount of its
Student Housing System Bonds,
Series 1961B,

Three Hundred Thirty Thousand Dollars
(\$330,000) principal amount of its
Student Housing System Bonds,
Series 1961C, and

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Five Hundred Eighty-two Thousand Dollars
(\$582,000) principal amount of its
Student Housing System Bonds,
Series 1961D.

The Bonds of said Series 1961A, other than fully registered Bonds, shall be in coupon form, in the denomination of \$1,000 each, numbered from 1A upwards; shall be designated

"Trustees of the Baker University and Kansas Educational Association of the Methodist Episcopal Church Student Housing System Bond, Series 1961A," dated as of October 1, 1961, and shall bear interest at the rate of Two and three-quarters per cent (2 3/4%) per annum until payment of the principal amount, payable semiannually on April 1 and October 1 in each year commencing April 1, 1962, but until maturity of said Bonds only, upon presentation and surrender of the respective coupons for such interest. Both the principal of and interest on the Bonds shall be payable at the office of the Trustee, or, at the option of the holder thereof, at Morgan Guaranty Trust Company of New York, in the Borough of Manhattan, City and State of New York, in such coin or currency of the United States of America as may be on the respective dates of payment thereof, ~~here~~ tender for the payment of debts due the United States of America, and shall mature serially on October 1 in each of the years and in the amounts as follows:

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