

such redemption need not be given.

As to the Bonds of Series 1961A, priority as to call shall extend to Bonds numbered 242A through 295A inclusive over Bonds numbered 29A through 241A inclusive.

As to the Bonds of Series 1961B, priority as to call shall extend to Bonds numbered 405B through 493B inclusive over Bonds numbered 61B through 404B inclusive.

As to the Bonds of Series 1961C, priority as to call shall extend to Bonds numbered 275C through 330C inclusive over Bonds numbered 41C through 274C inclusive.

As to the Bonds of Series 1961D, priority as to call shall extend to Bonds numbered 457D through 582D inclusive over Bonds numbered 63D through 456D inclusive.

Section 2: Written Notice to Trustees: The written notice to the Trustees regarding redemption of Bonds, referred to in Section 3.02 of Part Two of the Trust Indenture, shall be signed by the Secretary of the Board of Trustees of TRUSTEES OF THE BAKER UNIVERSITY and by the Secretary of the Board of Directors of KANSAS EDUCATIONAL ASSOCIATION OF THE METHODIST EPISCOPAL CHURCH.

ARTICLE IV

BOND PROCEEDS AND CONSTRUCTION ACCOUNT

Section 1. Construction Account Operations: The

designated depository for the Construction Account, referred to in Section 4.01 of Part Two of the Trust Indenture, as herein after amended, shall be The First National Bank of Topeka, Topeka, Kansas. Checks drawn against the Construction Account for the purpose of paying Project costs, as defined in Section 4.02 of said Part Two, or for reimbursements permitted by Section 4.03 of said Part Two, shall be signed by any two of the following: The President of Baker University, the Secretary of the Board of Trustees of TRUSTEES OF THE BAKER UNIVERSITY, the Treasurer of Baker University, or such other person or persons as may be designated by resolution of the Boards of the Borrower. A certified copy of any such resolution shall be filed promptly with the depository of the Construction Account.

ARTICLE V

THE STUDENT HOUSING SYSTEM AND DISPOSITION OF PLEDGED REVENUES

Section 1. Student Housing System: The Borrower covenants and agrees that from and after the date when the Bonds shall be issued and delivered there shall be and is hereby established and will be maintained by the Borrower so long as any of the Bonds remain outstanding a Student Housing System (hereinafter sometimes called the "System"), which System is hereby defined as and shall be understood to include and refer