delivered by the Borrower, pursuant to a resolution duly adopted by the Board of Trustees of TRUSTEES OF THE BAKER UNIVERSITY and a resolution duly adopted by the Board of Directors of KANSAS EDUCATIONAL ASSOCIATION OF THE METHODIST EPISCOPAL CHURCH (said resolutions collectively being hereinafter sometimes called the "Resolution"), to the aforesaid Trustee, to which Indenture, and all indentures supplemental thereto, reference is hereby made for a description of the funds, revenues, fees and charges pledged thereunder, the nature and extent of the security thereby created, the rights of the holders or registered owners of the Bonds, the rights, duties and immunities of the Trustee, and the rights and obligations of the Borrower thereunder. An executed counterpart of the Indenture is on file at the office of the Trustee, and an executed counterpart has been recorded at the office of the Register of Deeds, of the County of Douglas, State of Kansas, as provided by law for recording of mortgages on real estate.

Bonds of this issue, of which this Bond is one, are numbered consecutively from 1 to 147, in the order of maturity. Under the circumstances prescribed in Section 6.14 of Part Two of the Indenture, all Bonds of this issue are subject to redemption at the principal amount thereof plus accrued interest. Except as provided in said Section 6.14 the Bonds maturing April 1, 1965 through April 1, 1972, inclusive, are not subject to redemption. Bonds maturing April 1, 1973 through April 1, 1987, inclusive, are subject

to redemption, prior to the stated maturities thereof, in whole or in part at the option of the Borrower, on any interest payment date after April 1, 1972, in inverse numerical order, at the principal amount thereof plus accrued interest to date of redemption, and a premium for each such Bond as follows:

3% if redeemed October 1, 1972 through April 1, 1975 inclusive

2 1/2% if redeemed October 1, 1975 through April 1, 1978 inclusive

2% if redeemed October 1, 1978 through April 1, 1981 inclusive

1 1/2% if redeemed October 1, 1981 through April 1, 1984 inclusive

1% if redeemed after April 1, 1984.

Bonds maturing April 1, 1988 and thereafter, are subject to redemption, in whole or in part, at the option of the Borrower, on any interest payment date during the entire life of the Bond issue, in inverse numerical order at the principal amount thereof plus accrued interest, and are entitled to priority of redemption over all other redeemable Bonds.

Notice of any such redemption shall be published in a financial journal printed in the English language in the City of New York, New York, at least once, not more than sixty days nor less than thirty days before the date fixed for such payment, and thirty days' notice in writing shall be given to the Bank of Payment before the date so fixed for such redemption; provided that said published