

redemption, the Bonds being tendered at the lowest price being the first to be paid by the Trustee to the registered owner; provided, however, that no price of par or in excess of par shall be accepted.

In the event any cash shall be remaining in the Sinking Fund on June 1 of each year after such payment and retirement of tendered Bonds by the Trustee as in this Section provided, the Trustee shall, on or before the tenth day of June of each such year draw by lot, in such manner as it shall deem appropriate and fair, and designate, in accordance with the provisions of this Section the Bonds for redemption in an amount to absorb the said cash remaining in the Sinking Fund as nearly as may be, and shall forthwith give written notice to the Borrower, describing in sufficient detail the Bonds so designated for redemption and the date of such redemption.

Written notice of such redemption shall be mailed by first class mail, postage prepaid, not less than thirty (30) days prior to the date fixed for redemption, to each registered owner of a registered Bond which is to be redeemed at his last address appearing on the Bond Register of the Borrower maintained with the Trustee. Each such notice of redemption shall specify the date fixed for redemption, shall identify the Bonds to be redeemed, shall state the redemption price and that the Borrower elects to redeem such Bond at the office of the Trustee.

The notice of redemption having been given as hereinbefore provided, the Bonds called for redemption shall become due and payable