

time of the refinancing, then the Corporation shall pay to the Corporate Trustee on the second mortgage hereunder (and only to the extent of the unpaid balance thereof) in cash an amount equal to the sum of such excess. The Corporation shall use, and/or cause to be used, the balance of the proceeds of borrowing from said lender only for any one or more of the following purposes:

- (a) Payment of lender's loan fee, not exceeding five per cent (5%) of said original principal amount;
- (b) Payment of loan title insurance premium and usual and normal loan escrow costs;
- (c) Payment of loan brokerage commission, not exceeding five per cent (5%) of said original principal amount;
- (d) Payments of principal, arrears and/or advanced interest, penalties, and/or any other sum secured by said superior mortgage;
- (e) Payment of any tax, assessment, fee and/or charge, and/or payment secured by said superior mortgage, which at time of such payment constitutes a lien prior to the lien of said inferior mortgage;
- (f) Payment of any other bona fide cost, charge, expense, amount, disbursement or withdrawal approved or consented to by said lender relating to improvements on the real property described in said superior mortgage.

"Subordination Provisions" shall be deemed an agreement for the benefit of said lender, said title insurance company, the Trustees and the bond owners hereunder, and said bond owners have by the acceptance of the bonds issued hereunder expressly assented to such "Subordination Provisions."

ARTICLE FOUR

Redemption of Bonds

Section 1. The Corporation, or the Corporate Trustee, may, upon giving the notice hereinafter prescribed and making the deposit hereinafter required, redeem and prepay upon any interest payment date any or all of the bonds issued hereunder and then outstanding, upon the payment of the face principal amount thereof, together with all accrued interest thereon.

Section 2. Whenever the Corporation shall determine to exercise its right to redeem any bonds issued hereunder and by their terms subject