

applicable to both the singular and plural forms of any of the terms herein defined.

Section 1. Borrower, Board, Government, Loan Agreement,

Trust Estate: The term "Borrower" shall mean TRUSTEES OF THE BAKER UNIVERSITY AND KANSAS EDUCATIONAL ASSOCIATION OF THE METHODIST EPISCOPAL CHURCH, corporations organized and existing under the laws of Kansas, and having their offices and post office addresses at Baldwin City, Kansas.

The term "Boards" shall mean the Board of Trustees of TRUSTEES OF THE BAKER UNIVERSITY and the Board of Directors of KANSAS EDUCATIONAL ASSOCIATION OF THE METHODIST EPISCOPAL CHURCH.

The term "Government" shall mean the United States of America.

The term "Loan Agreement" shall mean the Loan Agreement, dated as of March 1, 1965, entered into by the Borrower and the United States of America.

The term "trust estate" shall mean the property of the Borrower of every kind and nature, which at the time is or is intended to be subject to the lien of this Indenture.

Section 2. Fiscal Year, Project Facilities: The term "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,

consisting of a new dormitory housing approximately 150 students and one supervisor.

ARTICLE II

FORM, EXECUTION AND REGISTRATION OF BONDS

Section 1. Form of Bonds: The Bonds, other than fully

registered Bonds, to be issued under and in accordance with and to be secured by the Indenture dated October 1, 1961, and by this First Supplemental Indenture, shall be in coupon form, in the denomination of \$1,000 or \$5,000 each, numbered from 1 upwards; shall be designated

"Trustees of the Baker University and Kansas Educational Association of the Methodist Episcopal Church Student Housing System Bonds, Series 1965," dated as of October 1, 1965, and shall bear interest at the rate of Three and three-fourths per centum (3 3/4%) per annum until payment of the principal amount, payable semiannually on April 1 and October 1 in each year commencing April 1, 1966, 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, legal tender for the payment of debts due the United States of America. The Bonds of Series 1965 to be issued and secured under this First Supplemental