

(b) Prepayments under Section 1.3. In the case of each prepayment of the Notes pursuant to section 1.3, the Company will give written notice thereof, not less than 30 nor more than 60 days prior to the date fixed for such prepayment, to the Mortgagee and to each holder of a Note, specifying (i) such date, (ii) the principal amount of Notes held by each such holder to be prepaid on such date, (iii) the premium, if any, payable with respect to the Notes held by each such holder, and (iv) the accrued interest payable with respect to the Notes held by each such holder.

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1.6. Maturity of Prepayments. In the case of each prepayment of the Notes, the unpaid principal amount of each Note shall become due and payable, to the extent of the prepayment to be made in respect thereof, on the date fixed for such prepayment, together with the applicable premium, if any, and interest accrued thereon to such date.

1.7. Notation of Partial Prepayments. If the Trustees are named as Mortgagee hereunder or if this Mortgage is assigned to the Trustees, upon any partial prepayment of any Note of the Present Series, the holder thereof shall present the same to the Corporate Trustee at its principal office (or to such other representative as the Company may have authorized) for endorsement of a notation thereon as to the date and amount of such partial prepayment.

1.8. Cancellation of Notes; No Reissue. In case the entire principal amount of any Note is paid, such Note shall be surrendered to the Mortgagee for cancellation (or delivered to the Company for cancellation) and shall not thereafter be reissued, and no Note shall be issued in lieu of the principal amount thereof.

1.9. Exchange of Notes. The Company will issue, in exchange for any Note or Notes, a new Note or Notes of the same Series in such denomination or denominations as may be requested, in aggregate principal amount equal to the unpaid principal amount of the surrendered Note or Notes, dated the date to which interest has been paid on the surrendered Note or Notes and otherwise of like tenor, with appropriate variations.