bonds the same as in respect of the bonds mentioned in said paragraphs 1, 2, 3, 5, 6 and 7 of Schedule A as now outstanding.

The bonds mentioned in Schedule A hereto do not form part of the "underlying" bonds in this Indenture mentioned.

Certification of bonds against underlying bonds.

And it is further declared and agreed that in addition to the foregoing the Union Company at its option may, in the manner herein provided, deposit from time to time with the Trustee herein any of the "underlying bonds" hereinbefore mentioned or described, against or upon which bonds secured hereby, not to exceed in all the principal sum of $20,000,000, may be issued as follows:

Trustee to certify bonds in par value equal to 85% of underlying bonds deposited.

1. Upon the deposit, from time to time, of any said underlying bonds including any of said bonds which the Union Company may hereafter hold, acquire or be possessed of, the Trustee hereunder is to certify bonds secured hereby to an amount equal to eighty-five per cent of the par value of underlying bonds thus deposited, and to deliver the same to the Union Company or to its order. All said bonds thus deposited in trust from time to time shall, irrespective of the date of such deposit, stand and be held as a common security, as well for the bonds then and at any time theretofore issued and certified under any of the provisions of this Indenture, as for those that may thereafter be issued and certified, in conformity to the provisions thereof. This provision shall not be construed as conflicting with provisions hereinafter stated as to the disposition of said bonds.

Coupons on underlying bonds.

2. So long as no default shall be made in the payment of any principal moneys or interest of any of the bonds hereby secured, the coupons from all the said underlying bonds shall, at the request of the President and Comptroller of the Union Company, be cut off by the Trustee as they mature and be delivered by it uncancelled to the Union Company, but the lien of such coupons shall not be enforced by said Union Company except in subordination to the prior rights of the Trustee herein or the holders of the bonds secured hereby in respect of the underlying bonds remaining in the Trust from which such coupons shall have been detached.

Extension or renewal of underlying bonds.

3. So long as the Union Company shall not be in default in the payment of any of the principal moneys or interest of any of the bonds secured hereby, when any of the underlying bonds mature or otherwise become payable under the mortgage or deed of trust securing the same, the Trustee shall be entitled to receive all bonds issued in renewal or extension of such underlying bonds and shall receive bonds so issued when requested by the Board of Directors, or the Executive Committee thereof, of the Union Company, and until such default the Trustee herein shall, upon request by said Board of Di-