

shall state whether such other Company is known or believed to be indebted (except to the Railway Company) in any amount, in addition to the bonds or other indebtedness of such Company then acquired or previously assigned or pledged to the Trustee hereunder, and whether its property is known or believed to be subject to any lien or charge, in each instance specifying the amount of any such debt, lien or charge known or believed to exist. Such Certificate may further state any other facts pertinent to the right to certify and deliver bonds hereunder. (b) That the price paid for such construction or acquisition was not in excess of the fair value of the work done or property acquired, and that the General Mortgage Bonds included in such certificate were sold, disposed of or otherwise accounted for at not less than their fair market value at the time of such sale, disposition or accounting; and (c) That of the expenditures for which reimbursement is claimed no part has been reimbursed out of Prior Lien bonds, or their proceeds under Section 8, nor out of General Mortgage Bonds, or their proceeds, reserved under Section 7 of this Article, nor from the proceeds of stocks, bonds or other obligations sold or disposed of under Article Five, nor from any other bonds or moneys received under this Mortgage. In case of the acquisition or construction of any branches, extensions or new property, subject to any lien or charge as aforesaid, or in case of such acquisition of any stocks, bonds or other indebtedness of any other Company which is indebted or whose property is subject to a lien or charge as aforesaid, the Trustee, before certifying and delivering any bonds, or paying over any proceeds of bonds, on account of such acquisition or construction, shall set apart, out of any of the bonds which could then be certified and delivered for those purposes within the limit of the rate of issue of such bonds, per annum, authorized by this Section, an amount thereof equal at par to the amount of the liens, charges and indebtedness certified as aforesaid, and the bonds so set apart, from time to time, shall be certified and delivered by the Trustee, or their proceeds be paid over, upon the order of the Railway Company only as and when an equivalent amount of the liens, charges or indebtedness so certified, shall have been paid, satisfied or released. The certificate of the president or of a vice-president and of an auditor, or of the treasurer, or Assistant-treasurer, of the Railway Company as to the payment, satisfaction or release of any such liens, charges or indebtedness shall be received by the Trustee as sufficient evidence thereof, and shall be full authority to the Trustee for the Certification