franchises for the construction of the same over public or private property, and all other expenses incident to the acquisition and completion of said lines and properties ready for use.

(b) Out of the remainder of said bonds hereby secured, fifty thousand dollars ($50,000) par value thereof, shall be held by said Trustee for the purpose of protecting the property of the Telephone Company from any disaster or casualty caused by reason of any riot, insurrection, fire, flood, cyclone or other extreme casualty, resulting in the serious and material injury to, or destruction of, the plant or property of the Telephone Company. Said Telephone Company covenants that said fifty thousand dollars ($50,000) of bonds, par value, and the proceeds thereof, shall not be issued or used except for the purpose of meeting an emergency, as herein specified: and that in no event shall said fifty thousand dollars ($50,000) of bonds or any of them, or the proceeds thereof, be used, if the Telephone Company has any other money or fund in its possession, or under its control available for the purpose of meeting an emergency, as herein specified; and that in no event shall said fifty thousand dollars ($50,000) of bonds or any of them, or the proceeds thereof, be used, if the Telephone Company has any other money or fund in its possession or under its control available for the purpose of paying for the repair and restoration of its property. The Trustee may certify said bonds upon the written request of the Board of Directors of the Telephone Company, accompanied by an affidavit of the President and Secretary of the Telephone Company that said emergency exists.

(c) All the remainder of the bonds hereby secured shall be held by said Trustee until such time or times as the Telephone Company shall be entitled to receive them or some of them for the purpose of bettering, improving or some of them for the purpose of bettering, improving or extending its system as herein provided.

The present system consists of the lines and properties hereinbefore specifically described and said herein to be already constructed, or now in course.