

Trustee and its successors and its successors and assigns forever, but in trust nevertheless for the equal pro rata benefit and security of all the holders of the bonds issued or to be issued hereunder and secured hereby and the coupons thereto belonging without preference or priority of any of said bonds over any other on account of the time of their issue or otherwise, and for enforcing the payment of the principal and interest thereon according to their tenor, with the powers and authority and subject to the agreements, covenants and conditions hereinafter set forth, to wit: The Bonds.

Description
of
the Bonds

1. The Bonds issued hereunder and secured by this indenture shall be substantially in form hereinafter set out and shall be known as "First Consolidated Refunding Mortgage Five Per Cent Gold Bonds" and shall amount in the aggregate to Two Hundred Fifty Thousand Dollars (\$250,000) the principal of said bonds to be payable in gold coin of the United States of America of the present standard of weight and fineness or its equivalent. Said bonds are to bear interest at the rate of Five Per Cent (5%) per annum, payable semi-annually on the first days of March and September of each year, beginning on the first day of September, 1912, such interest to be payable in like gold coin or its equivalent on presentation and surrender of the coupons attached to said bonds as they respectively become due. Said bonds are to be issued in denominations as follows: Two Hundred Twenty-five bonds of One Thousand Dollars (\$1,000) each numbered from One to Two Hundred Twenty-five inclusive, and Fifty bonds of Five Hundred Dollars (\$500.) each numbered from Two Hundred Twenty-six to Two Hundred Seventy-five inclusive. Said bonds are to bear date of March 1, A.D. 1912, are to be payable on the first day of March A.D. 1932, and are to be executed on behalf of the Company by the President and Secretary, and the coupons attached thereto are to be authenticated by the printed, lithographed or engraved fac-simile of the signature of the Treasurer of the Company.

2. It is hereby covenanted that no bonds shall be deemed secured by these presents unless and until there shall be endorsed thereon a certificate signed by the Trustee to the effect that the same is one of the bonds described in the mortgage mentioned in such bond. The certificate as hereinbefore provided upon each bond signed by the Trustee shall be the sole and conclusive proof that said bond is properly issued and secured by this indenture. Upon the execution and delivery of this mortgage, the Trustee shall certify and deliver to the President of the Company \$50,000 of the said bonds, or any part thereof, from time to time, upon an order on the said Trustee signed by the President and accompanied by a certified copy of a resolution of the Board of Directors of the said Company certified by its Secretary or Assistant Secretary, to the effect that the bonds called for in the said order are required to provide the means to pay and redeem the bonds issued, certified and outstanding and secured by the first mortgage of the Water Company to the United States Mortgage and Trust Company, dated the first day of November, 1905, and due the first day of November, 1925, and to which said

Certification
and
Delivery

mortgage this Indenture is subject, and that the proceeds of the sale of said bonds at not less than 90% of their face value will be applied to the payment and redemption of said first mortgage bonds aforesaid and not otherwise. \$75000 of the said bonds remaining in the hands of the Trustee shall be used for the corporation