

Company, upon detaching and surrendering to the Railroad Company at the time of such registration all unmatured coupons appertaining to and representing interest thereafter to mature on the said bond. After such registration no transfer of said bond shall be valid unless made on the Railroads Company's said books by the registered owner in person or by his duly authorized attorney and similarly noted on the bond; and thereafter both the principal and interest of said bond shall be payable only to the registered owner thereof. In every case of such registration the Railroad Company shall forthwith deliver the coupons so detached and surrendered to the Trustee for cancellation and the Trustee shall thereupon cancel and return the same to the Railroad Company. For any transfers or registration under the provisions of Sections 14 and 15 of this Article the Railroad Company may require the payment of a sum sufficient to reimburse it for any stamp tax or other governmental charges.

Section 16. The holder of any bond payable in sterling money may, at his option on or after June 1, 1910, surrender such bond at the office or agency of the Railroad Company in the City of New York, with all unmatured coupons thereto appertaining, and upon payment to the Railroad Company of the sum of Thirty Dollars (\$30) in United States gold coin for each bond of the denomination of Two hundred Pounds (£200) so surrendered and of the sum of Fifteen Dollars (\$15) in United States gold coin for each bond of the denomination of One hundred Pounds (£100) so surrendered, and the difference at the current rate of exchange between the accrued interest on the bond so surrendered and on the bond issued in exchange therefor, the Railroad Company shall issue and the Trustee shall certify and deliver in exchange for each bond of the denomination of Two hundred Pounds (£200) so surrendered, a coupon bond payable in gold coin of the United States of America of the denomination of One Thousand Dollars (\$1000), with all unmatured coupons thereto attached, and for each bond of the denomination of One hundred Pounds (£100) so surrendered, a coupon bond payable in gold coin of the United States of America of the denomination of Five hundred Dollars (\$500) with all unmatured coupons thereto attached. In case of the surrender of a bond of the denomination of Two hundred Pounds (£200) in exchange for a coupon bond of the denomination of One thousand Dollars (\$1000) or in case of the surrender of a bond of the denomination of One hundred Pounds (£100) in exchange for a coupon bond of the denomination of Five hundred Dollars (\$500), the coupon bond payable in gold coin of the United States of America issued in exchange for such sterling bonds shall bear the next consecutive serial number of its denomination not theretofore issued or reserved to exchange for registered bonds. In case of any such exchange, the Trustee forthwith shall cancel the surrendered bond and the coupons appertaining thereto, and shall deliver the same to the railroad Company.

Section 17. In case any bond secured hereby shall become mutilated, or be destroyed the Railroad Company, in its discretion, may issue, and thereupon the Trustee shall certify and deliver, a new bond of like tenor and date, in the case of a coupon bond bearing the same serial number as the one mutilated or destroyed, and in case of a registered bond without coupons, having endorsed thereon the same serial number or numbers of coupon bonds, in exchange and substitution, for and upon cancellation of, the mutilated bond and coupons or registered bond without coupons, or in lieu of, and substitution for the same if destroyed. In case of destruction, the applicant for a substitute bond and coupons shall furnish to the Railroad Company and the Trustee evidence to their satisfaction in their discretion, of the destruction of the bond and coupons or registered bond without coupons, and of the ownership thereof, and also shall furnish such security or indemnity as shall be required by the Railroad Company and by the Trustee.

Section 18. Until the said bonds can be engraved the Railroad Company may execute in lieu of such engraved bonds, temporary bonds (printed or lithographed) without coupons, except one coupon payable September 1, 1908, for the interest thereon from June 1, 1903, to September 1, 1908, substantially of the tenor and of the form of bonds hereinbefore set forth for the payment of \$500 each, or \$1,000 each, or for £100 each or £200 each, or any multiple of \$1,000, or any multiple of £200 each as the Railroad Company shall determine. All such temporary bonds shall be certified by the Trustee before the issue thereof and shall be subject to the limitations and conditions herein prescribed in respect of the permanent engraved bonds. The Railroad Company will, in case of the execution and certification of such temporary bonds, cause to be engraved, as soon as practicable, and will thereupon forthwith execute and deliver to the Trustee for certification and delivery in exchange therefor, engraved coupon bonds for \$500 each, or \$1,000 each, or for £100 each, or £200 each, as the case may be, or Registered bonds for \$500 each or \$1,000 each, or for the multiples of \$1,000, to the aggregate face amount of such temporary bonds. Upon the surrender of such temporary bonds to the Trustee, it shall certify and deliver in exchange therefor engraved coupon or registered bonds for the amount of the temporary bonds surrendered and payable either in United States gold coin or in sterling money according as the bonds surrendered may be payable, and until so exchanged the temporary bonds shall have the same force and effect as engraved bonds hereunder and shall be entitled to be secured by the lien of this indenture. The surrendered temporary bonds shall be forthwith canceled by the Trustee.

ARTICLE SECOND.

Issue and Appropriation of Bonds.

Section 1. Fifty Million Dollars (\$50,000,000.) of the bonds authorized to be issued under this indenture shall be executed by the Railroad Company and be delivered to the Trustee for certification, and as soon as may be after the execution of this indenture, and, without any further action on the part of the Railroad Company, shall by the Trustee be certified and delivered to the Railroad Company upon the written order of the Railroad Company, signed by its President or one of its Vice-Presidents, and by its Secretary or Comptroller, under its corporate seal; and the bonds so certified and delivered to the Railroad Company may be used by it for any of its lawful corporate purposes.

Section 2. Whenever all the railroads of the Railroad Company, with their franchises