

SAML DOWNSHORTH STATIONARY CO KANSAS CITY MO 64114

## ARTICLE TWO

## THE BONDS.

Section 3. The aggregate principal amount of Bonds which may be authenticated and delivered hereof provided. The power of the Company to issue Bonds hereunder shall not be exhausted by any issue, but may be exercised from time to time whenever Bonds may be authenticated and delivered in accordance with the provisions of said Articles Three, Four, Five, Six and Seven; and this Indenture shall be and constitute a continuing lien to secure the full and final payment of the principal of and interest on all Bonds which may, from time to time, be executed, authenticated and delivered hereunder, and issued by the Company.

Section 4. The Bonds issuable under this Indenture may be issued in series as from time to time shall be authorized by the Board of Directors of the Company, and may be issued either as coupon Bonds or as registered Bonds without coupons.

Section 5. The Bonds of all series shall be known and entitled generally as the "First Mortgage Gold Bonds" of the Company. With respect to the Bonds of any particular series, the Company may add to or incorporate in the general title of such Bonds as the same may appear in the heading thereof, and in the coupons thereto attached, the rate of interest borne by the Bonds of such series, the maturity date and/or any other words or figures descriptive thereof or of the security therefor or distinctive or definitive of such series, as the Board of Directors of the Company may determine.

Section 6. The Bonds of each series and the coupons to be attached to the coupon Bonds shall be substantially of the forms hereinbefore recited, with such omissions, variations and insertions as are permitted by the terms of this Indenture, and may have such letters, numbers or other marks of identification or designation and such legends or endorsements printed, lithographed or engraved thereon as may be required to comply with the rules of any exchange or to conform to usage in respect thereof or as may, consistently with the provisions hereof, be desired by the Board of Directors of the Company. The general form of the Bonds of each series (except the initial series) issued hereunder shall be established by a resolution of the Board or an indenture supplemental hereto delivered to the corporate Trustee. The Bonds of each series shall be distinguished from the Bonds of other series in such manner, either by a serial designation and/or in the title of the Bonds of such series and/or otherwise, as the Board of Directors of the Company may determine. Each series of Bonds, except the initial series, shall be created by a resolution of the Board or an indenture supplemental hereto authorized by like resolution.

The Bonds of each series (other than the initial series as to which specific provision is hereinafter made in Section 15 hereof) shall bear such date or dates, shall be payable at such place or places, shall mature on such date, shall bear interest at such rate or rates payable in such installments and on such dates, and may be redeemable before maturity at such price or prices and upon such terms and conditions, as shall be fixed and determined as aforesaid by the Board of Directors of the Company, and as shall be appropriately expressed in the Bonds of such series. The Company may, at the time of the creation of any particular series of Bonds or at any time thereafter, make, and the Bonds of such series may contain:

- (a) provision for the payment of the principal of and/or the interest on the Bonds of such series without deduction for specified taxes, <sup>or other governmental charges; and/or</sup>
- (b) provision for refunding to the holders of the Bonds of such series, specified taxes, assessments or other governmental charges; and/or
- (c) provision for the exchange or conversion of the Bonds of such series, <sup>into new Bonds issuable hereunder of a different series</sup> and/or shares of stock of the Company or of a successor corporation and/or other securities; and/or
- (d) provision for a sinking amortization, improvement or other analogous fund; and/or
- (e) provision limiting the aggregate principal amount of the Bonds of such series;

all to such an extent, at such times and upon such terms and conditions as the Board of Directors of the Company may determine and fix. All Bonds of the same series shall be identical as to date of maturity, rate of interest, and terms of redemption, if redeemable.

Section 7. The Bonds of each series shall be issued in such denominations and shall be numbered or otherwise distinguished from each other, in such manner or in accordance with such plan, as the Board of Directors of the Company or the officers executing such Bonds may determine such determination to be evidenced by their signing the Bonds. In the absence of any such determination with respect to the Bonds of any particular series, the coupon Bonds of such series shall be of the denominations of \$1,000, \$500 and/or \$100, and the registered Bonds without coupons of such series shall be of the denominations of \$5,000 and/or \$1,000 and said Bonds shall be of such respective amounts of said denominations and kinds as may be executed by the Company and deliver to the corporate Trustee for authentication and delivery. Whenever a registered Bond without coupons shall be issued, there shall be reserved in respect of the issuance thereof the number or numbers of a coupon Bond or Bonds not then outstanding of the denomination of \$1,000 of the same series, of an aggregate principal amount equal to the principal amount of such registered Bond without coupons; and such registered Bond without coupons shall bear such legend reciting the number or numbers of such coupon Bond or Bonds so reserved, as may be required to comply with the rules of any exchange or to conform to any usage in respect thereof.

Registered Bonds without coupons shall bear interest from, and shall be dated as of, the interest date next preceding the date on which the same shall be authenticated, <sup>in the corporate books, unless such date of authentication</sup> shall be an interest date, in which case such Bonds shall bear interest from, and shall be dated as of, such interest date.

Section 8. If and to the extent that the Company, by resolution of its Board of Directors or by an indenture supplemental hereto authorized by like resolution shall so determine, either at the time of the creation of any series of Bonds or at any time thereafter.

(a) Coupon Bonds of such series may, at the option of the holders thereof, and upon the surrender thereof to the corporate Trustee, be exchanged for coupon Bonds of the same series of the same aggregate principal amount, but of a different denomination or denominations;

(b) Registered Bonds without coupons of such series may, at the option of the registered owners thereof, and upon the surrender thereof to the corporate Trustee, be exchanged for registered Bonds without coupons of the same series of the same aggregate principal amount but of a different denomination or denominations.