

plicable Retirement Credits exceeds the amount of Retirements shown in any such Retirements Certificate, the amount of Net Retirements for the purpose of such certificate shall be deemed to be zero, but such excess may be carried forward and used as a Retirement Credit in a future Retirements Certificate.

K. "*Net Bondable Additions*" shall mean the amount of Gross Bondable Additions, plus the amount of any then unused Ordinary Additions Credit and the amount of any then unused Special Additions Credit (as said terms are defined in *Paragraph O* of this Section), less the amount of Net Retirements. If as a part of any application for the authentication and delivery of Bonds under this Article or the withdrawal of Deposited Cash under *Section 31*, any Special Additions or any then unused Special Additions Credit shall be certified to the New York Trustee, then the Net Bondable Additions certified as a part of such application shall be deemed to constitute "*Net Bondable Special Additions*" up to an amount equal to the sum of (1) the amount of Special Additions so certified plus (2) the amount of any then unused Special Additions Credit so certified; and the remaining balance, if any, of Net Bondable Additions, or the entire amount thereof in case no Special Additions or Special Additions Credit shall have been so certified, shall be deemed to constitute "*Net Bondable Ordinary Additions*".

L. "*Bonded Property*" shall mean and include:

(1) All property (other than Excepted Property) owned by the Company on October 31, 1933 except materials and supplies owned by the Company on said date; *provided, however*, that salvaged or reclaimed property which shall have been a part of any present or future Bonded Property retired by the Company subsequent to October 31, 1933, shall, from and after the date of its retirement, be deemed to be Unbonded Property for all purposes hereof;

(2) All Property Additions which have been made the basis for the authentication and delivery of Bonds or the