

maturity or to the purchase of Bonds upon tender or in the open market or at private sale or upon any securities exchange or in any one or more of said ways, according as the Company shall determine, upon receipt by and deposit with the New York Trustee of

A. A RESOLUTION OF THE BOARD, requesting the application pursuant to the provisions of this Section of a specified amount of Trust Moneys, specifying the principal amount of Bonds and the series thereof to be redeemed and the redemption price, or, in case such moneys are to be applied to the purchase of Bonds, prescribing the method of purchase, the price or prices to be paid, and the maximum principal amount of Bonds and the series thereof to be purchased, *provided however* that, except as required by *Section 61, 62 or 63*, Bonds of the initial sixteen series eligible for redemption or purchase under this Section shall not be so designated for redemption or purchase otherwise than in the inverse order of their respective maturities; and *provided further, however*, that, except as required by *Section 61, 62 or 63*, Bonds other than Bonds of the initial sixteen series shall not be so designated for redemption or purchase in an aggregate amount greater than an amount which bears the same relation to the aggregate amount of Bonds so designated, of all series, as the amount of outstanding Bonds of series other than the initial sixteen series bears to the total amount of outstanding Bonds of all series.

B. CASH equivalent to the maximum amount of the accrued interest and the premium, if any, required to be paid in connection with any such redemption or purchase, which cash shall be held by the New York Trustee in trust for such purpose, and, to the extent not required for such purpose, shall be repaid to the Company.

C. A CERTIFICATE OF THE COMPANY, setting forth:

(1) Whether any of the Trust Moneys so to be applied is Bonded Cash;