	Article III
Section 3 and 4 94	95
not theretofore feen Bonded, and is not and has not been theretofore subject to any Prior Lien or Equip- ment Obligation; (d) All such bills of sale; supplemental indentaries or instruments of further assurance, if any las in the Opin- ion of counsel furnished pursuant to subsection (e) below; may be specified as presessary or advisable to subject such Equipment to the lien of the Mortzace;	ment liens, will equal 75% of the sum of the Cost of such Par- chased Property and the aggregate principal amount of such indebticness: provided, however, (i) that no. Bonds shall be authenticated and delivered set the basis of Parchased Property which has therefore been Bonded, and (ii) that no Bonds shall be authenticated and delivered under this Sec- tion 4 at a time when there are any impaid accumulations of Contingent Interest on any Outstanding Bonds of any series
(c) An Opinion of Colnsel that all Equipment included in the Offsers' Certificate required by subsection (c) above is subject to the lien of flag. Morflage or will become subject to sigh lien upon the delivery and recofning or offing of the bills of sale, supplemental indentures or in- strumagic of arther assurance, if any, specified in said Opinion, of Counsel, and is subject to no lien or encum- brance except the First Mortlage:	and unless there shall gave been paid or aff-anide for payment as interest on all Outstanding Boards, for each of the two calendar years next preceding the year in which such Ap- pileation is made, amounts equal to the amounts that yould have been payable as integret on all Outstanding Boards for each of said calendar years respectively if the maximum annual rate or rates of interest expressed therein had. Keen
 (f) An Enginer's Criticate establishing the Life Expectancy of such Equipment; and (g) A supplemental indenture establishing an Equip- ment Sinking Pund meeting the requirements specified in Section 2 of Article VII. Section 2 of Article VII. 	Fixed Interest. Bookt shall be authenticated and delivered under this Sec- tion 4 upon delivery to the Corporate Trustee in each case of . (a) An Application for the authentication of Book- under this Section 4, stating the principal amount of Bookt-the authentication of which is applied for:
in this Section 4, Bonds of one or more series, other than Series A and series created for the purpose of Section 3 of this Article III, may be executed by the Company and shall be authenticated by the Corporate Tratsee and delivered to or	the automatic automatic of the state of the
upon the written order of the Company, signed by its Presi- dent or a Vice President, for the purpose of acquiring Bar- chased Property, but in an aggregate principal amount not ex- ceeding 352, of the Cost thereof, or, if such Parchased Prop-	(1) A description in reasonable detail of the Purchased Property for the acquisition of which the authentication of Bonds is applied for in the Application;
erty is to be acquired subject to any Prior Lien thereon or in- debtedness secured by lien on any Bondable Equipment in- cluded therein, in an argregate principal priority and the evening an amount which, when added to the principal amount of the in-	(2) The Cost of such Purchased Property deter- mined in accordance with the definition of Cost, when used with reference to Purchased Property, in Ar- ticle 1;
debtedness secured by such Prior Liens and Bondable Equip-	

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(3) If such Parchased Property is to be acquired subject to any Prior Lien or Indebtedness secured by lien on any Bondable Equipment included therein, a description of each such Prior Lien and Bondable Equipment lien and the principal amount of indebted-ment thereby. s secured thereby ;

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(4) A computation showing the principal amount of Bonds that could be authenticated on the basis of the Application, and the principal amount of Bonds the authentication of which is applied for in the Ap-plication; and.

plication; and. (ii) That here are no unpuki accumulations of Contingent Interest on any Outstanding Bonks of any series and that there has fixed radii of the solid for payment, in the manner provided by Section 2 of Article VIIIs a interest on all Outstanding Bonks, for such of the two calendar years next preceding the year in which such Application is maid, amounts equal to the amounts that would have been payable as interest on all Outstanding Bonds for each of said endendar years respectively if the maximum annual rate or rates of interest expressed threein had been Fixed Interest; 0.4 All and here a numerental indentures or instru-

Tateres of inserver, expressed therein had been in Interest; (d) All such deeds, supplemental indentures or in sents of turther assurance, if any, as in the Opini, onnel furnished purpuant to subsection (e) below e specified as necessary or advisable to subject urchased Property to the lien of the Mortgains, as or instru subject su

Purchased Property to the lien of the Mortganics and $-(\phi)$. An Option of Counsel that all thranch Purchased Property is subject to the lien of the Mortgane, or will be beforms subject to such lien upon the delivery and record-hg or filing of the deeds, represental indentures or instrumata of further assurance, if any, specified in said Optimion of Counsel, subject to no defect in tills and subject to no lien equal, or prior to in lie linn of the Mort-gage score the First Mortgage and the Prior Lieng and / Equalable Lipone lien extended to the Mort of the Mort-gage score the Pirst Mortgage and the Prior Lieng and / Equalable Lipone lien extended to the Mort of the Mort score the Pirst Mortgage and the Prior Lieng and /

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tificate required by subscrition (c) above, and Permit, tel Encumbrances.

tol Encumbrances. SECTORS 6. Prom time to time rate in the inside r provided fitthis Section 5. Bonds of one or more series, other time: Sector 5. Bonds eries created for the purpose of Section 3 of this Article III, may be excerted by the Company, and shall be authenticated by the Corporate Trustee and delivered to or upon the written order of the Company, signed by its Pressi-dent or a Vice President, for the purpose of acquiring Rial road Subsidiary Bonds or Rightman Salesidiary Stocks, sub-ied to the trustiance of Scientin Science Trustee and of the Com-ression Subsidiary Bonds or Rightman Salesidiary Stocks, sub-ied to fit a trustiance of Scientin Science Trustee and Company.

ject to the provisions of Section S of Article X and to the fol-lowing conditions:

ing conditions: 1. Results may be muthemissivel and deriversal upder this Section 5 to acquire Railroad Subsidiiry Bords not be added to be extent only of the principal amount play that include Stability Real or the Cont on the Con-lay there is a stability of the start of the state of the stability of the state Railroad Subsidiary Reads, will reput for the state Railroad Subsidiary Reads, will reput for the state Railroad Subsidiary Reads, will reput for the state in the state of the state of the state of the state in the state of the state of the state of the state in the state of the state of the state of the state in the state of the state of the state of the state in the state of the state of the state of the state in the state of the state of the state of the state in the state of the state of the state of the state in the state of the state of the state of the state in the state of the state of the state of the state of the state in the state of th

II. Bonds may be automitated and delivered under this Station 5 to negative Bailroad subsidiary Stocks not the West of the principal amount not exceeding the smallest of the following amounts:

standing;

and the states

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(i) 75% of the Cost to the Company of such Rail-road Subsidiary Stocks; (ii) If such Railroad Subdiary Stocks are jury ferred shares, that proportion of the excess of 5% of the Value of the then unretired physical projects of such Railroad Subsidiary over the amount of all of its liabilities and indeltedness, if any, while the of its inhibities and substanty over the amount of all of its inhibities and indebtedness, if any, which the Stated Value of such preferred shares lyars to the Stated Value of such of its preferred shares then out-

Article III

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