

striking out and deleting from said Section the following words and figures:

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(a) In the first paragraph thereof—

“(after also deducting from such revenues an amount equal to the sinking fund payment made during the pertinent calendar year in satisfaction of the requirements of Section 2.02(c) hereof, and an amount equal to any other sinking fund payment made during the pertinent calendar year in satisfaction of the requirements of any other sinking fund hereafter created pursuant to the terms of this Indenture)”

(b) In the last paragraph thereof—

“The percentage of the gross operating revenues of the Company required to be expended as in this section specified may, at the option of the Company, be redetermined in the manner hereinafter provided, but no such redetermination shall be made effective prior to January 1, 1951, and no such redetermination shall be made effective within three years from the effective date of the last previous determination. Subject to the foregoing, the Company may at any time appoint in writing an independent engineer, satisfactory to the Trustee, to redetermine said percentage. A copy of such appointment shall be delivered to the Trustee. The engineer so appointed by the Company, satisfactory to the Trustee, shall file with the Trustee and with the Company a certificate signed by him in which shall be stated the percentage of the gross operating revenues of the Company which in his judgment, having due regard for the provisions of Section 2.02 of Article 3 of this Indenture, shall be sufficient and proper to provide adequate maintenance, repair, removal and replacement of the telephone utility properties of the Company, and such percentage so stated in such certificate shall, effective for the calendar year in which such certificate shall be filed with the Trustee, be substituted for the percentage in effect

at the time of filing such certificate and shall remain in effect until a further redetermination thereof is made in accordance with the provisions of this section.”

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§ 13.07 of Article 13 of the Original Indenture is hereby amended effective upon the execution and delivery of this Supplemental Indenture, by striking out and deleting from said Section the following words and figures:

“Provided, however, that no such modification or alteration shall, without the consent of the holder of any Bond issued hereunder affected thereby, permit (1) the extension of the maturity of the principal of such Bond, or (2) the reduction in the rate of interest thereon, or in the amount of the principal, or (3) the creation of any lien ranking prior to, or on a parity with, the lien of this Indenture with respect to any of the property mortgaged or pledged hereunder, or (4) the reduction of the percentage required by the provisions of this Section for the taking of any action under this Section with respect to any Bond outstanding hereunder.”

and by inserting in lieu thereof the following words and figures:

“Provided, however, that no such modification or alteration shall, without the consent of the holder of any bond issued hereunder affected thereby, permit (1) the extension of the maturity of the principal of such bond, or the extension of time of payment of interest thereon, or (2) the reduction in the rate of interest thereon, or in the amount of principal or premium to, or on a parity with, the lien of this Indenture with respect to any of the property mortgaged or pledged hereunder, or (4) the reduction of the percentage required by the provisions of this Section for the taking of any action under this Section with respect to any bond outstanding hereunder.”