

shall be real property for all the purposes of the Mortgage, and shall be deemed to have been sold to the purchaser of the Company's line and a part thereof, and shall be used and sold therewith and not separate therefrom, except as herein otherwise provided.

The receipt of the Trustees for the purchase money paid at any such sale or the receipt of any other person authorized to receive the same, shall be a sufficient discharge therefor to any purchaser of the property, or any part thereof, sold or assigned, or to any assignee or assignor, or to any grantee or assignee, after paying such purchase money and receiving such receipt, shall be bound to see to the application of such purchase money or any part thereof upon or for any trust or purpose of the Mortgage, or, in any manner whatsoever, and shall not be liable for any misapplication or non-application of any such purchase money, or any part thereof, or be bound to inquire as to the authorization, necessity, expediency or regularity of any such sale.

Section 10. In case of a sale of the mortgaged property substantially as a whole under any of the foregoing provisions of this Article XIV, whether made under the power of sale hereby granted or pursuant to judicial proceedings, the principal and interest thereon shall become due and payable, notwithstanding the date of maturity thereof as stated in such Bonds or in the Mortgage.

Section 11. The purchase money, proceeds and avails of any such sale, whether made under the power of sale hereby granted or pursuant to judicial proceedings, together with any other and which may be payable by or for the Trustee, shall be held in trust for the holders of the Bonds secured by the mortgaged property or of the proceeds thereof, except sums held in trust for the benefit of the holders of particular Bonds or coupons, shall be applied as follows:

First. To the payment of the costs and expenses of such sale, the reasonable compensation to the Trustees, their agents, attorneys and counsel, all expenses, liabilities and disbursements made or incurred by the Trustees, except such as may have been made or incurred by the Trustee, and the payment of all taxes, assessments or other charges having to do with the mortgaged property prior to the sale, the taxes, assessments or other charges on the property and other charges having prior liens, if any, subject to which the property shall have been sold.

Second. To the payment of the whole amount then due and owing upon the Outstanding Bonds for principal and interest, with interest upon the unpaid principal at the highest rate of interest borne by any of the Outstanding Bonds, and in case such moneys shall be insufficient to pay the principal and interest then due and owing upon the Outstanding Bonds, then to the payment of such principal and interest proportionately, according to the amount then due and owing upon each such Outstanding Bond over any other Outstanding Bond of the same or of another series or of principal over interest of interest over any other installment of interest, subject, however, to the provisions of Section 1 of this Article XIV.

Third. To the payment of the surplus, if any, to the Company, its assigns or its successors, who shall be lawfully entitled to receive the same, or as a court of competent jurisdiction may direct.

Section 12. In case of any sale under the foregoing provisions of this Article XIV, whether made under the power of sale hereby granted or pursuant to judicial proceedings, any purchaser, for the purpose of making settlement or payment for the purchase money, shall be bound to apply the purchase money to the payment of the principal and interest on any Bonds and any matured and unpaid coupons and in any obligations hereby secured, subject to the provisions of Section 1 of this Article XIV.