select for redemption, as nearly as may be, a principal amount of coupon Bonds of 1981 Series not registered as to principal which bears to the total principal amount of Bonds of 1981 Series then to be redeemed the same ratio that the principal amount of coupon Bonds of 1981 Series not registered as to principal then outstanding bears to the total principal amount of Bonds of 1981 Series then outstanding, and the balance of the Bonds of 1981 Series then to be selected for redemption shall be coupon Bonds of 1981 Series registered as to principal and registered Bonds of 1981 Series without coupons. The particular coupon Bonds of 1981 Series not registered as to principal to be redeemed shall be determined by the Trustee by lot according to such method as it shall deem proper in its discretion.

(b) The Trustee shall select the coupon Bonds of 1981 Series registered as to principal and the registered Bonds of 1981 Series without coupons to be redeemed in accordance with the terms of any written agreement executed by all registered holders of Bonds of 1981 Series at the time outstanding, filed with the Trustee at or prior to the time of selection and satisfactory to it; or, if at the time there shall be no such written agreement on file with the Trustee, the aggregate principal amount of coupon Bonds of 1981 Series registered as to principal and registered Bonds of 1981 Series without coupons to be redeemed shall be allocated among the various registered holders of Bonds of 1981 Series pro rata in accordance with the aggregate principal amount of Bonds of 1981 Series registered in their respective names, except that (i) the Trustee may in its uncontrolled discretion allocate an additional or lesser amount not exceeding $1,000 to one or more of such registered holders to the end that the principal amount of the Bonds of 1981 Series registered in the name of any such registered holder to be redeemed will be $1,000 or a multiple thereof, (ii) in making such allocation, if the aggregate principal amount of Bonds of 1981 Series registered in the name of any registered holder of Bonds of 1981 Series shall be $1,000, the Trustee shall not be required to allocate any portion of such principal amount to any such registered holder, and (iii) any registered holder of more than one fully registered Bond of 1981 Series and/or coupon Bond of said Series registered as to

principal may request the Trustee in writing in the event of any redemption of Bonds of 1981 Series (1) first to determine in the manner herein provided the aggregate principal amount of Bonds, registered in the name of such holder to be redeemed and (2) to effect, as near as may be, a pro rata redemption of Bonds of 1981 Series so registered in the name of such holder, up to the aggregate principal amount so determined, and the Trustee shall act in accordance with any such written request; provided, however, that the Trustee shall not be required to make any allocation which would result in redemption of Bonds of 1981 Series in amounts other than $1,000 or any multiple thereof.

(c) The Trustee shall notify the Company of the particular Bonds of 1981 Series or portions thereof selected for redemption.

ARTICLE IV.

Improvement and Sinking Fund and Maintenance Fund Respecting Bonds of 1981 Series.

SECTION 1. The Company covenants and agrees that, so long as any Bonds of 1981 Series are outstanding, it will, as an Improvement and a Sinking Fund provision, on or before November 30 of each year beginning with the year 1952, deposit with the Trustee an amount in cash and/or a principal amount of theretofore issued and outstanding Bonds of 1981 Series, not theretofore made the basis for the authentication and delivery of Bonds or the withdrawal of cash or the reduction of the amount of cash required to be paid to the Trustee under any provision of the Original Indenture, the Second Supplemental Indenture, the Fourth Supplemental Indenture, the Fifth Supplemental Indenture, or of this Supplemental Indenture, equal in the aggregate to one percent (1%) of (a) the greatest aggregate principal amount of all issued Bonds of 1981 Series outstanding at any one time prior to January 1 of such year less (b) the aggregate principal amount of all issued Bonds of 1981 Series retired (other than through operation of the Improvement and Sinking Fund or the Maintenance Fund provided for herein) pursuant to Section 8 of Article VIII of the Original Indenture prior to the date of such deposit; provided, however, that there shall be credited against the amount of cash and/or