

to the County copies of the applicable amendments, modifications and agreements.

The following definitions shall apply to the foregoing Financial Covenants;

- (1) "Consolidated Net Worth": the sum of the capital stock and surplus of the Guarantor and its Subsidiaries, determined in accordance with sound accounting principles and practice on a consolidated basis, less (without duplication of deductions) the sum of (a) the amount, if any, at which such items as goodwill, trade-marks, trade-mark rights, trade names, trade name rights, copyrights, patents, patent rights and licenses, unamortized debt discount and expense and deferred charges appear upon the asset side of the consolidated balance sheet of the Guarantor and its Subsidiaries, (b) any write-up in the book value of any asset resulting from a revaluation thereof subsequent to December 31, 1967, and (c) any items not included in clauses (a) and (b) above which should be treated as intangibles in accordance with sound accounting principles and practice.
- (2) "Consolidated Working Capital": the excess of the Consolidated Current Assets over the Consolidated Current Liabilities, determined in accordance with sound accounting principles and practice on a consolidated basis.
- (3) "Current Assets": the aggregate amount of assets determined in accordance with sound accounting principles and practice, but in any event shall include only:--cash; evidences of indebtedness issued or guaranteed by the United States of America at not in excess of cost or current market, whichever is less; notes and accounts receivable in the ordinary course of business, to the extent that such indebtedness is due and payable within twelve months from any date as at which the amount of Current Assets shall be determined, less such reserves, if any, for doubtful accounts, and notes as the Company may from time to time deem necessary or appropriate (except that there shall be excluded any notes or accounts receivable assigned or pledged to factors to secure debit balances owing to such factors); and inventories at not in excess of cost or current market, whichever is less.
- (4) "Current Liabilities": the term "Current Liabilities" shall include, at any date as at which the amounts thereof shall be determined, all indebtedness which should, in accordance with sound accounting principles and practice, be classified as current liabilities, except that in any event there shall be included:

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