

HIS BOND HAS NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR ANY STATE SECURITIES LAWS, AND THIS BOND MAY NOT BE TRANSFERRED UNLESS THE PROPOSED ASSIGNEE IS A BANK OR A QUALIFIED INSTITUTIONAL BUYER AS DEFINED IN RULE 144A PROMULGATED BY THE SECURITIES AND EXCHANGE COMMISSION AND THE OWNER HAS OBTAINED AND PROVIDED TO THE AGENCY, PRIOR TO SUCH TRANSFER AND ASSIGNMENT, AN INVESTOR'S LETTER IN FORM AND SUBSTANCE SATISFACTORY TO THE AGENCY EVIDENCING THE COMPLIANCE WITH THE PROVISIONS OF ALL FEDERAL AND STATE SECURITIES LAWS AND CONTAINING SUCH OTHER REPRESENTATIONS AS THE AGENCY MAY REQUIRE.

THIS BOND MAY BE TRANSFERRED ONLY IN THE MANNER AND ON THE TERMS AND CONDITIONS AND SUBJECT TO THE RESTRICTIONS STATED IN SECTION 3 OF RESOLUTION NO. 2014-09 OF THE COMMUNITY DEVELOPMENT AGENCY OF LEXINGTON NEBRASKA.

UNITED STATES OF AMERICA  
STATE OF NEBRASKA  
COUNTY OF DAWSON

COMMUNITY DEVELOPMENT REVENUE BOND OF THE COMMUNITY  
DEVELOPMENT AGENCY  
OF LEXINGTON, NEBRASKA  
(ORTHMAN MANUFACTURING PROJECT)  
SERIES 2014 A

<u>Principal Amount</u>	<u>Interest Rate Per Annum</u>	<u>Final Maturity Date</u>
\$1,250,000	6.75%	December 31, 2029

KNOW ALL PERSONS BY THESE PRESENTS: That the Community Development Agency of Lexington, Nebraska, (the "Agency") hereby acknowledges itself to owe and for value received promises to pay, but only from the sources herein designated, to the registered owner designated on the reverse hereof, or registered assigns, the principal sum shown above in lawful money of the United States of America with such principal sum to become due on the maturity date set forth above, with interest on the unpaid balance from date of delivery hereof until maturity or earlier redemption at the rate per annum set forth above. Said interest shall be payable on June 1 and October 1 of each year commencing on June 1, 2016. For the period from the date of delivery shown below until June 1, 2016, such interest shall be computed on the basis of

simple interest and with no compounding, with any unpaid accrued interest being carried forward as unpaid but accrued interest to the next payment date. From and after June 1, 2016, interest shall be computed on the basis of a 360 day year consisting of twelve thirty day months. Such interest shall be payable as simple interest (without compounding) and with any unpaid accrued interest being carried forward as unpaid but accrued interest to the next payment date. The payment of principal and interest due upon the final maturity is payable upon presentation and surrender of this bond to the Treasurer of said Agency, as Paying Agent and Registrar for said Agency, at the offices of the Community Development Agency of Lexington at City Hall, in Lexington, Nebraska. The payments of interest and of mandatory partial redemptions of principal on each interest payment date (other than at final payment) will be paid when due by a check or draft mailed or delivered by said Paying Agent and Registrar to the registered owner of this bond, as shown on the books of record maintained by the Paying Agent and Registrar, at the close of business on the last business day of the calendar month immediately preceding the calendar month in which the interest payment date occurs, to such owner's address as shown on such books and records. Any payment of interest or mandatory partial redemption of principal not timely paid when due shall cease to be payable to the person entitled thereto as of the record date such interest was payable, and shall be payable to the person who is the registered owner of this bond on such special record date for payment of such defaulted interest or redemption price as shall be fixed by the Paying Agent and Registrar whenever monies for such purpose become available.

This bond is the single bond of its series of the total principal amount of One Million Two Hundred Fifty Thousand Dollars (\$1,250,000) issued by the Agency for the purpose of paying the costs of acquisition and redevelopment of certain real estate located in the City of Lexington, as designated in that redevelopment plan recommended by the Agency and approved by the Mayor and Council of the City of Lexington, Nebraska, on June 10, 2014 (the "Plan"), all in compliance with the Act, as amended; and has been duly authorized by resolution passed and approved by the Chair and Members of the Agency (the "Resolution").

The Agency, however, reserves the right and option of prepaying principal of this bond, in whole or in part, from any available sources, at any time, at the principal amount thereof plus accrued interest to the date fixed for redemption. Notice of any such optional prepayment shall be given by mail, sent to the registered owner of this bond at said registered owner's address in the manner provided in the Resolution. The principal of this bond shall be subject to mandatory partial redemptions made on any interest payment date from "Available Funds" (as defined in the Resolution) without any requirement for notice. Such optional and mandatory partial prepayments shall be made upon such terms and conditions as are provided for in the Resolution.

This bond constitutes a limited obligation of the Agency payable exclusively from that portion of the ad valorem real estate taxes mentioned in subdivision (1)(b) of Section 18-2147, of the Act, as amended, as levied, collected and apportioned from year to year with respect to certain real estate located within the "Redevelopment Area" (as defined in the Resolution) and other monies paid to the Debt Service Fund as defined in the Resolution (the "Debt Service Fund"). Pursuant to the Resolution and Sections 18-2124 and 18-2150 of the Act said portion of taxes and other monies paid into the Debt service Fund has been pledged for the payment of this bond, both principal and interest as the same fall due or become subject to mandatory partial redemption. **This bond shall not constitute a general obligation of the Agency and the Agency shall be liable for**

**the payment thereof only out of said portion of taxes and other funds paid to the Debt Service Fund. This bond shall not constitute an obligation of the State of Nebraska, of the City of Lexington or the Agency (except for such receipts as have been pledged pursuant to said Sections 18-2124 and 18-2150 of the Act) and neither the State of Nebraska, the City of Lexington nor the Agency shall be liable for the payment thereof from any fund or source including but not limited to tax monies belonging to either thereof (except for such receipts pledged as described above in this paragraph). Neither the members of the Agency's governing body nor any person executing this bond shall be liable personally on this bond by reason of the issuance hereof.**

In the event the monies collected and held in the Debt Service Fund are insufficient to pay in full all amounts due and owing at the final Maturity Date as shown hereon, and all excess ad valorem taxes generated by the Redevelopment Area, as set forth in the Redevelopment Plan, and all payments required to be paid to the Debt Service Fund pursuant to the Redevelopment Contract have been collected by the City and have been paid, as required by the Redevelopment Contract and the Resolution, towards the retirement of the amounts due on the Bond, then, at the Final Maturity Date, neither the Community Development Agency or the City, shall have any further payment or other obligations under this Bond and the registered owner of this Bond shall, in writing, waive and otherwise forgive any unpaid portion of the principal and interest upon the request of the Community Development Agency or the City.

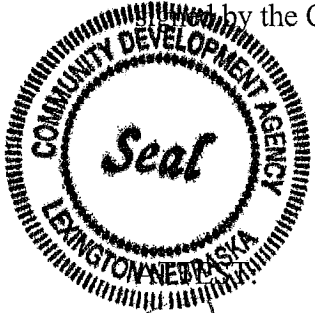
This bond is transferable by the registered owner or such owner's attorney duly authorized in writing at the office of the Paying Agent and Registrar upon surrender of this bond for notation of transfer as provided on the reverse hereof and subject to the conditions provided for in the Resolution. The Agency, the Paying Agent and Registrar and any other person may treat the person whose name this bond is registered as the absolute owner hereof for the purposes of receiving payment due hereunder and for all purposes and shall not be affected by any notice to the contrary, whether this bond be overdue or not. THIS BOND, UNDER CERTAIN TERMS SET FORTH IN THE RESOLUTION AUTHORIZING ITS ISSUANCE, MAY ONLY BE TRANSFERRED TO PERSONS OR ENTITIES DELIVERING AN INVESTMENT LETTER TO THE PAYING AGENT AND REGISTRAR CONFORMING TO REQUIREMENTS SET FORTH IN SAID RESOLUTION.

If the day for payment of the principal of or interest on this bond shall be a Saturday, Sunday, legal holiday or a day on which banking institutions in Lexington, Nebraska, are authorized by law or executive order to close, then the date for such payment shall be the next succeeding day which is not a Saturday, Sunday, legal holiday or a day on which such banking institutions are authorized to close, and payment on such date shall have the same force and effect as if made on the nominal date of payment.

IT IS HEREBY CERTIFIED AND WARRANTED that all conditions, acts and things required by law to exist or to be done precedent to and in the issuance of this bond, did exist, did happen and were done and performed in regular and due form and time as required by law and that the indebtedness of said Agency, including this bond, does not exceed any limitation imposed by law.

IN WITNESS WHEREOF, the Chair and Members of the Community Development Agency of Lexington have caused this bond to be executed on behalf of said Agency by being signed by the Chair and Secretary, all as of the date of issue shown above.

Delivered this 18<sup>th</sup> day of August, 2014.



COMMUNITY DEVELOPMENT AGENCY OF  
LEXINGTON, NEBRASKA

By: *Neil Hall*  
Chair

*Camela Barrett*

Secretary

### PROVISION FOR REGISTRATION

The ownership of this Bond shall be registered as to both principal and interest on the books and records of the Community Development Agency of Lexington, Nebraska, kept by the Paying Agent and Registrar identified in the foregoing bond, who shall make notation of such registration in the registration blank below, and the transfer of this Bond may thereafter be registered only upon an assignment duly executed by the registered owner or such owner's attorney or legal representative, in such form as shall be satisfactory to said Paying Agent and Registrar, such registration of transfer to be made on such books and endorsed hereon by said Paying Agent and Registrar.

Date of Registration	Name of Registered Owner	Signature of Paying Agent and Registrar
08-18-2014	Orthman Manufacturing, Inc.	<i>Barbara A. Hedges</i>