

AND IT IS HEREBY COVENANTED, DECLARED AND AGREED, by and between the parties hereto, that all the Bonds and coupons are to be issued, authenticated, delivered and held, and that all the trust estate is to be held and applied subject to the covenants, conditions, uses and trusts hereinafter and in the Indenture set forth; and the Company, for itself and its successors, does hereby covenant and agree to and with the Trustees and their successors in said trust, for the benefit of those who shall hold the Bonds and coupons, or any of them, as follows:

ARTICLE 1.

MODIFICATIONS OF THE INDENTURE.

SECTION 1. *Article 1* of the Indenture is amended as follows:

(a) Following the third paragraph of the definition of "*Bonds*" a new paragraph is inserted reading as follows:

"The term '*Bonds of the Second 1977 Series*' shall mean any First Mortgage Pipe Line Bonds, 5% Series due October 1, 1977, authenticated and delivered under this Indenture."

(b) The definition of "*complete, completed, completion, Completion Date*" is amended by deleting the period following the words "*Federal Power Commission*" at the end of the first paragraph of said definition and inserting in place thereof the following:

"; except that the Coeur d'Alene lateral and Moscow lateral as authorized by said Orders of the Federal Power Commission issued June 18, 1954 and November 25, 1955 need not have been constructed."

(c) The definition of "*Permitted changes*" is amended to read as follows:

"The term '*permitted changes*' shall mean the changes in the Pipe Line System authorized by Orders of the Federal Power Commission dated May 8, 1956 in Docket Nos. G-9977, G-9979 and G-10008, dated June 18, 1956 in Docket No. G-9978 and dated September 5, 1956 in Docket No. G-10,038, and any other changes which may be applied for in respect of the second stage of pipe line development relating to length, diameter or location of lateral lines or to measuring or regulating facilities or to design of Compressor Station 18, provided that all such changes would not