

Mortgage Pipe Line Bonds, Second 3¼% Series due 1964", such bonds being herein sometimes referred to as "bonds of the Second 1964 Series".

The bonds of the Second 1964 Series shall be limited to (a) the \$12,000,000 aggregate principal amount of bonds of such series authenticated and delivered pursuant to provisions appearing in Section 4.01 hereof which were deleted from said Section by the Seventeenth Supplemental Indenture; and (b) bonds issued pursuant to Article Two hereof upon exchanges or transfers of or in substitution for a like principal amount of bonds of the same series.

The bonds of the Second 1964 Series shall be coupon bonds payable to bearer, with the privilege of registration as to principal only, in the denomination of \$1,000 each, numbered M-1 and consecutively upwards, and registered bonds without coupons in the denominations of \$1,000 or any integral multiples thereof, bearing the identifying letter R, and such other identifying letters or symbols, if any, as to the several authorized denominations thereof, and such numbers, as the Corporate Trustee in its discretion shall deem proper, but provision for the issuance of additional denominations of the bonds of the Second 1964 Series and/or for further exchangeability of the different forms and denominations of the bonds of such series may be subsequently authorized as and to the extent provided in Section 2.03 hereof. The coupon bonds of the Second 1964 Series shall be dated as of November 1, 1949. All bonds of the Second 1964 Series shall mature November 1, 1964, and shall bear interest at the rate of three and one-quarter per cent. per annum, payable semi-annually on May 1 and November 1 in each year until the payment of the principal becomes due and at the rate of 6% per annum on any overdue principal and (to the extent legally enforceable) on any overdue installment of interest, and both the principal thereof and interest thereon shall be payable in coin or currency of the United States of America which, at the time of payment, shall be legal tender for the payment of public and private debts, at the principal office of Manufacturers Trust Company, or its successor as Corporate Trustee under this Indenture, in the Borough of Manhattan, City and State of New York. The definitive bonds of the