

**ARTICLE THREE K.****Provisions Relating to Bonds of the Second 1974 Series  
and Sinking Fund Therefor.**

SECTION 3K.01. *Amount and Terms of Bonds of the Second 1974 Series.* There was created and established by the Twenty-first Supplemental Indenture a new series of bonds to be issued under and secured by this Indenture, such series to be designated "4½% Series due 1974", and the bonds of such series to bear the descriptive title "First Mortgage Pipe Line Bonds, 4½% Series due 1974", such bonds being herein sometimes referred to as "bonds of the Second 1974 Series".

The bonds of the Second 1974 Series shall be limited to (a) the \$55,000,000 aggregate principal amount of bonds of such series authenticated and delivered as provided in Section 4.01 hereof, 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 1974 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 1974 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 1974 Series shall be dated as of August 1, 1956. All bonds of the Second 1974 Series shall mature August 1, 1974, and shall bear interest at the rate of four and one-half per cent. per annum, payable semi-annually on February 1 and August 1 in each year until the payment of the principal becomes due and at the rate of six per cent. per annum on any overdue principal and (to the extent legally enforceable) on any overdue installment of interest,