

words "which is acquired by the Company by virtue of the merger or consolidation and charged to its fixed capital accounts, shall", the following:

"(except as herein otherwise specifically provided with respect to the merger of Pacific into the Company)".

SECTION 26. Except as herein modified, the provisions of the Mortgage are in all respects confirmed.

ARTICLE TWO.

Provisions Relating to Bonds of the Second 1975 Series, the 1977 Series and the Second 1977 Series and Sinking Funds Therefor.

SECTION 1. *Amounts and Terms of Bonds of the Second 1975 Series, the 1977 Series and the Second 1977 Series.* There shall be and hereby are created and established three new series of bonds to be issued under and secured by the Mortgage, as supplemented and modified by this Thirty-first Supplemental Indenture, as follows:

(a) a series to be designated "4 $\frac{1}{4}$ % Series due 1975", the bonds of such series to bear the descriptive title "First Mortgage Pipe Line Bonds, 4 $\frac{1}{4}$ % Series due 1975" (such bonds being herein sometimes referred to as "bonds of the Second 1975 Series");

(b) a series to be designated "4 $\frac{3}{8}$ % Series due 1977", the bonds of such series to bear the descriptive title "First Mortgage Pipe Line Bonds, 4 $\frac{3}{8}$ % Series due 1977" (such bonds being herein sometimes referred to as "bonds of the 1977 Series"); and

(c) a series to be designated "5% Series due 1977", the bonds of such series to bear the descriptive title "First Mortgage Pipe Line Bonds, 5% Series due 1977" (such bonds being herein sometimes referred to as "bonds of the Second 1977 Series").

The bonds of the Second 1975 Series, the 1977 Series and the Second 1977 Series shall be limited to (a) the respective aggregate principal amounts of bonds of such series to be authenticated and delivered as provided in Paragraph C of Section 4.01 of the Mortgage,