

thereto dated as of May 15, 1958 (said Indenture of Mortgage as so supplemented and modified being hereinafter sometimes called the Pacific Mortgage); and

WHEREAS, there have heretofore been issued under the Pacific Mortgage, and there are outstanding on the effective date hereof, First Mortgage Pipe Line Bonds of Pacific of several series in the following respective principal amounts:

Series	Amount Issued and Outstanding
4 1/4% Series due October 1, 1975	\$93,200,000
4 3/8% Series due October 1, 1977	35,000,000
5% Series due October 1, 1977	35,000,000

and the holders of all of said bonds outstanding on the effective date hereof under the Pacific Mortgage have entered into agreements with the Company providing for the exchange of such bonds for First Mortgage Pipe Line Bonds of the Company to be issued under the Mortgage as supplemented and modified by this Thirty-first Supplemental Indenture; and

WHEREAS, the Company has determined to create three new series of bonds to be issued under the Mortgage, as supplemented and modified hereby, as follows: (a) a series designated as First Mortgage Pipe Line Bonds, 4 1/4% Series due 1975 (hereinafter sometimes called the bonds of the Second 1975 Series), limited to an aggregate principal amount of \$93,200,000, (b) a series designated as First Mortgage Pipe Line Bonds, 4 3/8% Series due 1977 (hereinafter sometimes called the bonds of the 1977 Series), limited to an aggregate principal amount of \$35,000,000, and (c) a series designated as First Mortgage Pipe Line Bonds, 5% Series due 1977 (hereinafter sometimes called the bonds of the Second 1977 Series), limited to an aggregate principal amount of \$35,000,000; and the Company desires to specify the forms and provisions of the bonds of the Second 1975 Series, the bonds of the 1977 Series and the bonds of the Second 1977 Series; and