

SUBJECT, HOWEVER, to the exceptions and reservations in the Mortgage recited and to permitted encumbrances as defined in Section 1.16 of the Mortgage, as supplemented and modified hereby.

TO HAVE AND TO HOLD all of said properties, real, personal and mixed, hereby mortgaged, pledged and conveyed or assigned or intended so to be, and any and all properties of every kind or nature that, by virtue of any provision hereof or of the Mortgage, as supplemented and modified from time to time, may hereafter become subject to the lien hereof or thereof, unto the Trustees and their successors and assigns forever; subject, however, as aforesaid.

IN TRUST, NEVERTHELESS, for the equal proportionate benefit and security of all and every of the bonds issued and to be issued under the Mortgage, as supplemented and modified from time to time, in accordance with the provisions thereof and hereof, without preference, priority or distinction as to the lien hereunder or thereunder of any bond by reason of priority in time of issue, sale or negotiation thereof or by reason of the purpose of its issue or otherwise howsoever, subject to the terms, conditions, provisions and agreements set forth in this Thirty-first Supplemental Indenture and in the Mortgage as supplemented and modified from time to time.

And the Company, for itself and its successors and assigns, does hereby covenant and agree to and with the Trustees and their successors in said trusts for the benefit of those who hold or shall hold said bonds or any of them, as follows:

ARTICLE ONE.

Modifications of the Mortgage.

SECTION 1. Section 1.02 of the Mortgage is hereby modified

(a) by striking out clause (a) of the second sentence of the definition of "subsidiary" contained in the third paragraph of said Section and inserting in lieu thereof the following: