

heating, water supply and telephone systems, as hereinafter indicated, respectively:

PROPERTY SUBJECT TO PRIOR LIENS

*Item:*

All that property, except property of such character as has herein or in the Mortgage and Deed of Trust, dated as of July 1, 1947, from Pacific Power & Light Company to Guaranty Trust Company and Oliver R. Brooks, as Trustees, as heretofore supplemented, been excepted, now owned by the Company and acquired by the Company through the merger of The California Oregon Power Company into the Company conveyed by, described in, and now subject to the lien of that certain First Mortgage and Deed of Trust between The California Oregon Power Company and American Trust Company, as Trustee, dated as of November 1, 1944, as supplemented, said First Mortgage and Deed of Trust, and the supplements thereto having been recorded and indexed as a mortgage of both real and personal property in Del Norte, Modoc, Shasta, Siskiyou and Trinity Counties, State of California and in Douglas, Jackson, Josephine, Klamath and Lake Counties, State of Oregon, in which all property intended to be subject to the lien of said First Mortgage and Deed of Trust, as supplemented, is situated.

All substitutions, replacements, accessions, additions, alterations, improvements, betterments, developments, extensions and enlargements to property owned by The California Oregon Power Company at the time of its merger with the Company and which are now subject or intended to be subject to the lien of the aforementioned First Mortgage and Deed of Trust, as supplemented, and under which there were outstanding at June 22, 1961, Seventy-four Million Dollars (\$74,000,000) in principal amount of First Mortgage Bonds of the said former The California Oregon Power Company.

IN WITNESS WHEREOF, PACIFIC POWER & LIGHT COMPANY, party hereto of the first part, has caused its corporate name to be hereunto affixed, and this instrument to be signed and sealed by its Chairman of the Board, its President, one of its Vice Chairmen of the Board, or one of its Vice Presidents, and its corporate seal to be attested by its Secretary or one of its Assistant Secretaries for and in its behalf, in the City of Portland, Oregon, on the 13th day of July, 1961, as of June 22, 1961, and MORGAN GUARANTY TRUST COMPANY OF NEW YORK,