

ARTICLE I.**Fifteenth Through Twenty-first Series of Bonds.**

SECTION 1. There shall be a series of bonds designated "3½% Series due November 1, 1974" (herein sometimes referred to as the "Fifteenth Series"), each of which shall also bear the descriptive title First Mortgage Bond, and the form thereof and of any appurtenant coupons, which shall be established by Resolution of the Board of Directors of the Company, shall contain suitable provisions with respect to the matters hereinafter in this Section specified. Bonds of the Fifteenth Series shall mature on November 1, 1974, and shall be issued as coupon bonds in the denomination of One Thousand Dollars, registrable as to principal, and as fully registered bonds in the denominations of One Thousand Dollars, Five Thousand Dollars, Ten Thousand Dollars and, at the option of the Company, in any other multiple or multiples of One Thousand Dollars (the exercise of such option to be evidenced by the execution and delivery thereof); they shall bear interest at the rate of three and five-eighths per centum (3½%) per annum, payable on May 1, 1963 and semi-annually thereafter on November 1 and May 1 of each year until their principal becomes due and payable and at the rate of six per centum per annum thereafter until the Company's obligation with respect to the payment of such principal shall have been discharged; and the principal of and interest on each such bond to be payable at the office or agency of the Company in the Borough of Manhattan, The City of New York, New York, or, at the option of the holder or owner, either at the office or agency of the Company in San Francisco, California, or at the office or agency of the Company in Chicago, Illinois, in such coin or currency of the United States of America as at the time of payment is legal tender for public and private debts. Coupon bonds of the Fifteenth Series shall be dated as of April 1, 1963, and fully registered bonds of the Fifteenth Series shall be dated as in Section 10 of the Mortgage provided.

(I) Bonds of the Fifteenth Series shall be redeemable either at the option of the Company or pursuant to the requirements of the Mortgage, as supplemented, including the provisions of Section 64 of the Mortgage, or pursuant to the requirements of Section 9 hereof, in