

Premium	If Redemption Effected	
	On or After	And Prior to
1.59 %.....	January 1, 1984	January 1, 1985
1.44 %.....	January 1, 1985	January 1, 1986
1.28 %.....	January 1, 1986	January 1, 1987
1.12 %.....	January 1, 1987	January 1, 1988
0.96 %.....	January 1, 1988	January 1, 1989
0.80 %.....	January 1, 1989	January 1, 1990
0.64 %.....	January 1, 1990	January 1, 1991
0.48 %.....	January 1, 1991	January 1, 1992
0.32 %.....	January 1, 1992	January 1, 1993
0.16 %.....	January 1, 1993	January 1, 1994
0.00 %.....	January 1, 1994	—

provided, however, that this bond may not in any event be redeemed prior to January 1, 1970, directly or indirectly as a part of any refunding, or anticipated refunding operation, by the application of money borrowed for that purpose at an interest cost (computed in accordance with accepted financial practice) of less than $4\frac{5}{8}\%$ per annum.

If this bond or any portion thereof is redeemed from funds in the Depreciation Fund provided for in Article III of said Indenture, then and notwithstanding anything else herein contained, no premium shall be paid upon the redemption of this bond or the portion hereof so redeemed.

If one or more of the events of default as defined in the Indenture shall happen, then the principal of this bond may be declared and become due and payable, on the conditions, in the manner, and at the time, provided in the Indenture.

This bond is transferable as prescribed in the Indenture by the registered holder hereof in person, or by his duly authorized attorney, at the office of the Corporate Trustee, at 300 Montgomery Street in San Francisco, California, upon surrender and cancellation of this bond, and thereupon a new registered bond without coupons, of the same series, shall be issued to the transferee in exchange for this bond as provided in the Indenture, upon payment, if the Company shall so require, of the transfer charges therein prescribed.

Registered bonds, without coupons, are interchangeable as to denominations in the manner and upon the conditions prescribed in the Indenture. Coupon bonds and registered bonds without cou-