Net bondable value of property additions:

The term "net bondable value of property additions" shall mean, at any particular time, the amount, computed as provided in § 5.02(a)(6), shown as the net bondable value of property additions in the independent engineer's certificate then being filed pursuant to the provisions of this Indenture, plus the amount of net bondable value of property additions set forth in paragraph (1) of such independent engineer's certificate.

Non-bondable property:

The term "non-bondable property" shall mean any property owned by the Company other than bondable property.

Officers' certificate:

The term "officers' certificate" shall mean a certificate signed by the President or a Vice President and the Treasurer or an Assistant Treasurer of the Company.

Opinion of counsel:

The term "opinion of counsel" shall mean an opinion or opinions in writing signed by counsel.

Outstanding:

The term "outstanding", when used with respect to Bonds, shall have the meaning specified in the definition of Bonds.

Permitted liens:

The term "permitted liens" shall mean:

(a) liens upon rights-of-way for pipe line purposes, as defined in this Article 1;

(b) undetermined liens and charges incidental to construction;

(c) the right reserved to, or vested in, any municipality or public authority by the terms of any right, power, franchise, grant, license, permit or by any provision of law, to terminate such right, power, franchise, grant, license or permit, or to pur-

chase, condemn, appropriate or recapture or to designate a purchaser of, any of the mortgaged property;

(d) liens upon any property in which the Company has a leasehold estate and to which such leasehold estate is or may become subject, and the rights reserved to lessors of such property, and to their successors and assigns, under applicable law or the instrument creating such leasehold estate;

(e) the lien of taxes and assessments (other than those constituting liens upon rights-of-way for pipe line purposes) which are not at the time delinquent;

(f) the lien of specified taxes and assessments which are delinquent but the validity of which is being contested at the time by the Company in good faith, unless thereby in the opinion of counsel any of the mortgaged property may be lost or forfeited;

(g) the lien reserved in leases for rent and for compliance with the terms of the leases in the case of leasehold estates;

(h) defects and irregularities in the titles to any property which do not materially impair the use of such property for the purposes for which it is held by the Company;

(i) liens or other encumbrances as to which cash sufficient to pay or redeem all indebtedness secured thereby shall be held in trust by the Trustee for such purposes;

(j) any liens securing indebtedness, neither created, assumed nor guaranteed by the Company nor on which it customarily pays interest, existing upon real estate or rights in or relating to real estate (including rights-of-way and easements) in every case acquired by the Company for pipe line, telemetering and control system, metering station or right-of-way purposes;

(k) easements, exceptions or reservations in any property of the Company granted or reserved for the purpose of pipe lines, roads, the removal of oil, gas, coal or other minerals, and other like purposes, or for the joint or common use of real property, facilities and equipment, which do not materially impair the use of such property for the purposes for which it is held by the Company;

(l) rights reserved to or vested in any municipality or public authority to control or regulate any property of the Company, or to use such property in any manner which does not materially

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