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property acquired simultaneously therewith, whether or not separate or distinct consideration shall have been paid for or apportioned to such franchises, contracts, operating agreements or governmental permits or property.

Funded debt:

The term *"funded debt"* shall mean all indebtedness (not including the Interim Notes or the 3.75% Unsecured Notes) created, assumed or guaranteed by the Company, or upon which it customarily pays interest charges, which matures by its terms, or is renewable at the option of the obligor to a date, more than one year after the date of its creation, assumption or guarantee by the Company or the date on which the Company thus commenced to pay interest charges thereon.

Gross property additions:

The term *"gross property additions"*, as applied to any particular period, shall mean all of the property additions purchased, constructed, acquired or expended by the Company during such period, without deduction for any property additions retired during such period.

Indebtedness:

The term *"indebtedness"* of any corporation shall mean and include (a) all items of indebtedness or liability which in accordance with generally accepted accounting principles would be included in determining total liabilities as shown on the liability side of a balance sheet as at the date as of which indebtedness is to be determined; (b) the full amount of all liabilities of others for the repayment, either in money or in property, of borrowed money, guaranteed or endorsed (otherwise than for purposes of collection) by such corporation, or which such corporation is obligated, contingently or otherwise, to purchase, or on which such corporation is otherwise contingently liable; and (c) liabilities secured by purchase money mortgages or liens on property owned by such corporation or acquired by such corporation after the date of execution of this Indenture or by mortgages or liens existing on such subsequently acquired property at the time of acquisition thereof by such corporation or by conditional sales or other title retention agree-