

*Retired:*

The term "*retired*", when used with respect to property, shall mean retired, abandoned, destroyed, permanently discontinued, no longer used or useful in the business of the Company, lost through the enforcement of mortgage or other liens on easements or rights-of-way for pipe line purposes, released or otherwise disposed of free of the lien of this Indenture, taken by exercise of the power of eminent domain or under the exercise of the right to purchase the same or recorded as retired on the books of the Company.

*Second stage of pipe line development:*

The term "*second stage of pipe line development*" shall mean the purchase, construction, development or other acquisition of facilities (including production property) authorized by the order of the Federal Power Commission dated June 18, 1954, in Docket No. G-1429, which are necessary for or in connection with the increase in the operating capacity of the Pipe Line System from 293,000 MCF per day to 343,000 MCF per day as provided in said order.

*Second stage property additions:*

The term "*second stage property additions*" shall mean property additions purchased, constructed, developed, acquired or expended and used or to be used for completion of the second stage of pipe line development.

*Subsidiary:*

The term "*subsidiary*" shall mean any corporation more than 50% of the voting stock of which at the time is owned or controlled directly or indirectly by another corporation, by one or more subsidiaries of such other corporation or by such other corporation and one or more of its subsidiaries.

*Supplemental indenture:*

The term "*supplemental indenture*" or "*indenture supplemental hereto*" shall mean any indenture hereafter duly authorized and entered into in accordance with the provisions of this Indenture.