

license, permit or by any provision of law, to terminate such right, power, franchise, grant, license or permit or to purchase, condemn, appropriate or recapture, or designate a purchaser of, any of the mortgaged property, but in the case of such rights of purchase, condemnation, appropriation or recapture, or to designate a purchaser, only if the exercise of such rights will not materially impair the operation of the Pipe Line System.

(d) The lien of taxes and assessments for the then current year.

(e) The lien of taxes and assessments 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 or of the Trustee 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 lease in the case of leasehold estates.

(h) Minor 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) Any liens securing indebtedness, taxes, assessments or other charges, neither 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) acquired by the Company for pipe line, metering station, or right-of-way purposes, but only if (i) assuming, as to any such real estate or rights in or relating to real estate owned by the Company at the date of execution of this Indenture, that the provisions of federal and state law in effect at the date of execution of this Indenture, and, as to any of such real estate or rights in or relating to real estate thereafter acquired, that the provisions of federal and state law in effect at the respective dates of such acquisitions by the Company, in each case continue in effect without change to the time when any such lien is foreclosed or otherwise enforced, the Company, in the opinion of counsel, would have the right at the time of such foreclosure or other enforcement to obtain the real estate or other rights subject to such lien by the exercise of the power of eminent domain, or (ii) the foreclosure or other enforcement of any such lien will not materially impair the use of the pipe line in question for the purposes constructed.