

ARTICLE 7

Concerning Securities Held by the Trustee and Contracts and Leases Assigned to the Trustees

§ 7.01. All purchase money obligations which shall be received by the Trustee pursuant to § 8.03 shall be held as a part of the trust estate. Interest received by the Trustee on such obligations shall, so long as the Company is not in default hereunder, be paid over to the Company. All moneys received by the Trustee as principal of such obligations shall be applied by the Trustee as a part of the trust estate. Such obligations held by the Trustee may be released pursuant to § 8.03.

§ 7.02. (a) The Company covenants that, subject to the provisions of Article 13, it will from time to time assign to and pledge and mortgage with the Trustees hereunder, as further security for the Bonds, all its right, title and interest (i) under, in, and to any and all contracts now existing or hereafter entered into by the Company with any person or persons for the purchase or acquisition of gas by the Company (other than such contracts where the maximum quantity of gas which the Company is required to purchase thereunder does not exceed 1,800,000,000 cubic feet per annum except as hereinbelow provided), or for the sale of natural gas or natural gas products or for the transportation of gas by the Company (other than such contracts where the minimum quantity of gas to be sold or transported thereunder does not exceed 1,000,000,000 cubic feet per annum except as hereinbelow provided), (ii) under, in and to any and all oil or gas leases and rights and interests or royalties therein now existing or hereafter entered into by the Company, other than the leases or interests specifically excluded from the lien of this Indenture, and (iii) under, in, and to any and all contracts or leases or interests therein hereafter entered into by the Company which shall be supplemental to, or in renewal or extension of, or amendatory of, or in substitution or replacement for, any contract or lease or interest therein at the time subject to the lien hereof; provided that the aggregate maximum quantity of gas which the Company is required to purchase annually under gas purchase contracts not subject to the lien of this Indenture (taken in order from the smallest contract upward) shall not at any time exceed 10% of