

31, 1945, the cost as shown on the books of the Company or, if not so separately shown, the cost as estimated by the Company. For purposes of such deductions, (A) the cost and fair value to the Company of bondable additions, other than gas production property, which shall have been made the basis for the issuance of bonds pursuant to Section 4.03 or for the withdrawal of cash pursuant to Section 4.06 or Section 8.12 or the release of property as provided in the second paragraph of Section 8.03 or the cost of any property, other than gas production property, acquired or constructed by the Company after December 31, 1945 which shall have been made the basis for the withdrawal of cash from any construction fund established under any provision of this Indenture or the basis for any other credit on account of the cost of any special project established under this Indenture, and which shall have been subsequently retired, and (B) the amount of gas production expenditures made by the Company in respect of any gas production property, which expenditures shall have been made the basis for the issuance of bonds pursuant to Section 4.03 or for the withdrawal of cash pursuant to Section 4.06, or the withdrawal of cash from any construction fund established pursuant to any provision of this Indenture or the basis for any other credit on account of the cost of any special project established under this Indenture, and which gas production property shall have been subsequently retired, shall be determined so far as possible by the certificates furnished to the Corporate Trustee at the time the same were made the basis for such issuance or withdrawal or for such credit. If the cost or fair value of any such property or the amount of any such expenditures as shown by any such certificate cannot be allocated to a particular unit of property which has been retired, then the cost or fair value of, or the amount of such expenditures attributable to, such unit may be determined by the certificate of the Treasurer or Assistant Treasurer of the Company.

The term "retired" 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, or released or otherwise disposed of free of the lien of this Indenture or taken by the exercise of the power of eminent domain or under the exercise of