

New Pipe Line system, other than such thereof as shall be necessary to the completion of the New Pipe Line to the capacity above stated and other than property constituting part of the Loop Line Project as completed within the meaning of Section 1.12A.

The term "Non-bondable New Pipe Line Property" shall mean any property, whether of the nature of bondable additions or otherwise, necessary to the completion of the New Pipe Line to the capacity above stated.

SECTION 1.12A. The term "Loop Line Project" shall mean

(a) Certain sections of pipe line (described generally in subdivisions (1), (3), (4) and (5) of Part II of Article Four of the Seventh Supplemental Indenture and in subdivisions (2), (3) and (4) of Part I of Article Four of the Eighth Supplemental Indenture) paralleling or looping portions of the Company's 26-inch main transmission pipe line from Lea County, New Mexico to a point on the Colorado River near Blythe, California (which 26-inch pipe line is described in Section A(1) of Division One of Part I of Article Four of the Fourth Supplemental Indenture);

(b) A 30-inch "cross-over" pipe line (described generally in subdivision (7) of Part II of Article Four of the Seventh Supplemental Indenture) beginning at a point on the Company's 26-inch main transmission pipe line and 30-inch parallel or loop main transmission pipe line referred to in (a) above, which point is approximately 42.5 miles west of the Company's Gila Main Line Compressor Station, and extending from said point a distance of approximately 98.6 miles to a point near the railroad station of Franconia, Mohave County, Arizona, approximately 18.6 miles east of the Colorado River, and continuing from that point a distance of approximately 18.6 miles to a point on the Arizona-California boundary at the Colorado River near Topock, Arizona, together with a section of 30-inch pipe line (described generally in subdivision (5) of Part I of Article Four of the Eighth Supplemental Indenture) paralleling or looping the westerly portion of said cross-over pipe line (said cross-over line and said section of 30-inch parallel or loop line being hereinafter collectively called the "Needles Line"); and