

delivered into said Needles Line at a point near the railroad station of Franconia, Mohave County, Arizona.

The term "Non-bondable Loop Line Property" shall mean any property, whether of the nature of bondable additions or otherwise, necessary to the completion of the Loop Line Project to the capacity above stated, and related facilities required for the operation of such project as so completed, but shall not include the "Phoenix Branches" as above defined.

SECTION 1.12B. The term "San Juan Project" shall mean a 24-inch transmission pipe line, approximately 423.9 miles in length, extending from a point in San Juan County, New Mexico, to a point of connection at the westerly terminus of such line in western Arizona (at a point near the railroad station of Franconia, Mohave County, Arizona, approximately 18.6 miles east of the Colorado River) with the Needles Line constructed by the Company as a part of the Loop Line Project defined in Section 1.12A, and other pipe lines and plants and related facilities and properties, all as described generally in Part II of Article Four of the Eighth Supplemental Indenture, as modified by the Tenth Supplemental Indenture; subject to changes in sizes of pipe and other details not materially affecting the efficiency of the San Juan Project upon its completion.

The terms "completed" and "completion", when used with reference to the San Juan Project, shall mean, unless the context otherwise requires, such project completed with an installed and operating delivery capacity sufficient to provide (i) for the delivery from the 24-inch transmission pipe line above mentioned into said Needles Line at the point of connection of said two lines, against normal operating pressures in said Needles Line, of not less than 270,000,000 cubic feet of gas per day, and (ii) for the delivery of not less than 17,000,000 cubic feet of gas per day to communities in northwestern New Mexico and northern Arizona along or near the route of said 24-inch transmission pipe line.

The term "Non-bondable San Juan Property" shall mean any property, whether of the nature of bondable additions or otherwise, necessary to the completion of the San Juan Project to the capacity