

SECTION 6.02. Any moneys held by the Corporate Trustee from time to time in the Pipe Line Construction Fund may be withdrawn by the Company from time to time to reimburse the Company for expenditures made (whether out of the Current Construction Fund provided for in Section 6.09 or from other funds of the Company) or indebtedness incurred, whether before or after the date of execution of this Indenture, on account of the cost of acquisition or construction and completion of the New Pipe Line, which cost shall include

(a) all costs of acquisition or construction and completion of the New Pipe Line which shall have been charged or shall be chargeable to fixed property accounts of the Company in accordance with sound accounting practice, including the cost of property or rights acquired for the right of way in, on or under which the New Pipe Line or any portion thereof is to be located;

(b) all costs of labor and services, including services of foremen, inspectors, supervisors, surveyors, engineers, counsel and accountants, performed or rendered in connection with the acquisition or construction and completion of the New Pipe Line and all costs of materials, supplies, machinery, construction equipment and apparatus acquired (including rental charges for machinery, equipment or apparatus hired) for or in connection with the construction and completion of the New Pipe Line, whether or not constituting or to constitute a part thereof when completed, and whether or not such costs are charged or chargeable to fixed property accounts of the Company; and

(c) all overhead costs applicable to the construction period including, without limiting the generality of the foregoing, taxes, licenses, excises and assessments, surety bond premiums and insurance premiums, whether or not charged or chargeable to fixed property accounts; and interest during construction and that proportion of any discount on bonds or other securities issued to provide funds for the acquisition or construction and completion of the New Pipe Line properly chargeable to the account of interest during construction in accordance with sound accounting practice.

The Company covenants that it will deposit with the Corporate Trustee as part of the Pipe Line Construction Fund on or prior to April 1, 1949, in addition to the sums deposited therein pursuant to