

tools, implements or equipment which may have become obsolete, inadequate or worn out or otherwise unsuitable or unnecessary for use in the business of the Company; provided that unless the same be replaced by, or there be substituted therefor, other pipe, casings, rigs, machinery, tools, implements or equipment, not necessarily of the same character but of equal value for the purposes of the business of the Company, there shall be deposited with the Corporate Trustee an amount equal to any cash and/or the fair value of any other consideration received by the Company upon the disposition of such of said property as shall be subject to the lien of this Indenture;

(4) may, without obtaining any release or consent of the Trustees, alter, change the location of, add to, repair and replace any and all pipe lines, telephone lines, power lines, water lines, metering stations, regulator stations, compressor stations, engines, pumps, tanks, rigs, fittings, machinery, fixtures and other equipment or discontinue or abandon the operation of any such lines, stations, machinery and equipment, the operation of which is no longer necessary or desirable in the conduct of its business; provided, however, that no mortgaged property shall be relocated if after the relocation the property would be subject to any prior lien (except a permitted encumbrance) to which it was not subject prior to the relocation or would be located in a county in which this Indenture shall not have been duly recorded and filed (if the recordation or filing thereof is required in order to preserve the lien thereof), and provided that the continuity of any of the pipe lines, telephone lines, power lines or water lines of the Company, not discontinued or abandoned as aforesaid, shall not be broken or interfered with;

(5) may, without obtaining any release or consent of the Trustees, modify any ordinance, franchise, license, permit, right or privilege or any easement or right of way grant for any of its pipe lines, telephone lines, power lines or water lines, or surrender and cancel the same if they are no longer necessary or desirable in connection with the operation of the business of the Company and if the continuity of any of the pipe lines, telephone lines, power lines or water lines of the Company then used or useful in the business of the Company will not be broken or interfered with; provided that, if the Company shall receive any cash or other consideration for any such modification, an amount equal to such cash or the fair value of such other consideration