

issuing such shares of stock, obligations or other securities shall have ceased to be a controlled corporation as herein defined), provided that no securities of a subsidiary (other than bonds, notes or other obligations which have been paid in full) shall be released unless all of the securities of such subsidiary are simultaneously released. The Trustees shall forthwith release any such property upon receipt by the Corporate Trustee of

(1) an application of the Company requesting the release of such property and stating the fair value of such property (which shall not be less than the fair value stated in the engineer's certificate, if any, furnished pursuant to subdivision (3) below) as of a date not more than thirty days prior to the date of such application, and stating that the continuity of the pipe lines of the Company will not be broken or interfered with by such release or disposition;

(2) cash and/or purchase money obligations equivalent thereto as provided in Section 8.04 in an amount equal to the fair value of the property to be released, as stated in such application or, in the case of an application for the release of a well which was completed as a dry hole or was initially completed as or subsequently became an oil well as defined in Section 1.13, in an amount equal to the expenses incurred in drilling such well to the extent that such expenses shall have been made the basis for the issuance of bonds or the withdrawal of cash pursuant to Section 4.03 or Section 4.06 or the basis for the withdrawal of cash from any construction fund established under any provisions of this Indenture or the basis for any other credit on account of the cost of any special project established under this Indenture (all subject to the provisions of Section 8.10 and the second paragraph of this Section);

(3) in case the fair value as stated in such application required by (1) above is in excess of \$50,000, (a) a certificate of an engineer stating in his opinion the fair value, as of a date not more than thirty days prior to the date of such application, of the property the release of which is requested, and (b) a resolution of the Board of Directors of the Company requesting the Trustee to execute a release of such property; and