

shall have been or are being issued or delivered in payment or part payment for such property so acquired included in such bondable additions was or is at least equal to the fair value of such stock or other securities as stated in such certificate of the Company; and

(3) the fair value, at the time of the conveyance or delivery thereof, of any property other than shares of stock or other securities which shall have been or is being conveyed or delivered in full or partial payment or exchange for such property so acquired included in such bondable additions was or is at least equal to the fair value of the property so conveyed or exchanged as stated in such certificate of the Company.

(f) If the bondable additions described in the certificate of the Company provided for in subdivision (a) above include any underground gas fields or any other underground formations to be used for the storage of gas or hydrocarbon products or components thereof in gaseous or liquefied state, a certificate of an independent geologist stating that in his opinion such field or formation is of a character suitable for such storage.

II. Such cash may be paid out on the basis of bondable additions (other than gas production property) acquired or constructed by the Company not earlier than ten days prior to the date of deposit of such cash or being acquired by the Company simultaneously with the payment out of such cash, to an amount not exceeding the cost or fair value to the Company (whichever is less) of such bondable additions, subject to the provisions of Section 8.13, upon delivery to the Corporate Trustee of a certificate of the Company dated not more than sixty days prior to the receipt thereof by the Corporate Trustee, stating in substance:

(a) that the Company has acquired or constructed, not earlier than ten days prior to the date of the deposit of such cash with the Corporate Trustee, and has charged to its fixed property accounts, or is acquiring simultaneously with the repayment of such cash, and will charge to its fixed property accounts, bondable additions (other than gas production property) of a cost and fair value to the Company at the date of such certificate at least equal to the amount of such cash;