

in their absolute discretion. The Company may require the payment of all reasonable expenses incurred by it or by the Trustee for each new Bond issued under this Section.

## ARTICLE TWO

### Issue of Bonds

Section 1. The issue of Bonds hereunder shall not be limited in respect of their aggregate principal amount except as otherwise provided in this Article.

Section 2. Forty-five Million Dollars principal amount of the Bonds shall forth-with be executed by the Company and authenticated by the Trustee and delivered to or upon the order of the President or Vice-President of the Company, whether before or after the filing or recording of this Indenture, but the Company will, with all convenient speed, cause this Indenture to be duly filed for record.

Section 3. Additional Bonds may be executed by the Company and thereupon shall be authenticated and delivered by the Trustee at any time or from time to time after the execution and delivery of this Indenture, subject to the provisions of Section 4 of this Article, to reimburse expenditures made after the date of this Indenture or to meet expenditures contracted after such date to be made by the Company, for any one or more of the following purposes and not otherwise:

(a) The acquisition by the Company of oil land and/or mineral rights in respect of lands to oil, gas or other hydrocarbons of any nature whatsoever under or contained in such lands, either in fee or for so long as any such substance shall be produced therefrom, together with the appurtenances, rights, privileges and easements necessary, desirable or convenient for the full and complete use and enjoyment of such lands and/or mineral rights and for the purpose of developing, extracting, removing, storing, transporting, treating and handling any such substance, provided that in each case at the time of the adoption by the Board of Directors or by the Executive Committee of the Company of the resolution requesting the authentication and delivery of Bonds for the acquisition of any such lands or such mineral rights in respect of lands, such lands shall constitute what is commonly known as proven acreage; the development of such oil lands or of such mineral rights in respect thereof; or the acquisition of other lands or rights in respect thereof necessary or useful in the conduct of the business of the Company, together with the appurtenances, rights, privileges and easements necessary, desirable or convenient for the full and complete use and enjoyment of such other lands or rights in respect thereof; such acquisition and/or development constituting or to constitute in each instance, except as otherwise provided in sub-division (3) of Section 4 of this Article, an addition or improvement to the trust estate.

(b) The acquisition or construction by the Company of plants or equipment for refining or treating in any manner oil, gas or other hydrocarbons or products of any or all thereof or for manufacturing products and/or by-products of any or all thereof or for the acquisition or construction of oil and gas pipe lines (including trunk lines, gathering lines and field lines), pumping stations, pump houses, pumping machinery and equipment, telephone and telegraph lines and equipment, tanks, tank cars, tank vessels and other marine equipment, and/or all other storage, reservoir, warehouse, transmission, manufacturing, transportation, shipping, distributing or marketing facilities necessary or useful in the business which the Company is authorized to do and transact; such acquisition or construction constituting or to constitute in each instance an addition and/or improvement to the trust estate.

(c) The acquisition or construction by the Company of betterments or