

and does hereby ratify and confirm its mortgage and pledge of, and its grant to the Trustees of a security interest in, all property (other than property heretofore released or otherwise discharged from the lien of the Indenture) described in the Indenture, and has granted, bargained, sold, warranted, aliened, remised, released, conveyed, assigned, transferred, mortgaged, pledged, set over and confirmed and by these presents does grant, bargain, sell, warrant, alien, remise, release, convey, assign, transfer, mortgage, pledge, set over and confirm unto The Chase Manhattan Bank (National Association) and C. F. Ruge, as Trustees, and to their successors and assigns forever, and has granted and by these presents does grant unto said Trustees, and their successors and assigns, forever, a security interest in, all and singular the following described properties, together with the properties described in the Indenture (other than property heretofore released or otherwise discharged from the lien of the Indenture) — that is to say:

**FIRST**

**Pipe Lines**

All of the following described pipe lines for the transportation and supply of natural gas acquired or constructed by the Company and not heretofore described in the granting clauses of the Indenture, and all real estate and rights-of-way acquired by the Company pertaining to said pipe lines or used or useful in the operation thereof:

**MAJOR LATERAL PIPELINES**

**TEXAS**

**SUN-STARR**

One 20-inch transmission purchase lateral loop section (Line "B"), approximately 8.63 miles in length, beginning at approximate Mile Post 14.54, located in the "San Ramon" Juan Faris Survey, Abstract No. 62, Hidalgo County, Texas, and continuing in a westerly direction to the end of the lateral at the Sun-Starr Meter and Regulator Station at approximate Mile Post 23.15, located in the C.C.S.D. and R.G.N. G.R.R. Survey, Abstract No. 225, Starr County, Texas. Included in this