

BILL OF SALE AND DEED dated  
April 27, 1987 between WILLIAMS  
TELECOMMUNICATIONS COMPANY, a  
Delaware corporation (the "Lessee"),  
and WILMINGTON TRUST COMPANY, a  
Delaware banking corporation, and  
WILLIAM J. WADE, an individual, not  
in their individual capacities but  
solely as trustees under a Trust  
Agreement dated as of April 15, 1987  
(collectively, the "Owner Trustee").

275485

Recorded at Parsons, Behle & Latimer  
Request of  
Date APR 27 1987 Time 8:30am  
Fee \$156.00 Book 361 Page 458-494  
By COFA J. HALEY IRON COUNTY RECORDER  
Ret'd  Indx'd  Abst'd  Proof

The Lessee and the Owner Trustee are among the parties to a Participation Agreement dated as of April 15, 1987 (the "Participation Agreement"), which provides for the Owner Trustee's purchase of the Facility (as such term is defined below) from the Lessee.

NOW, THEREFORE, KNOW ALL MEN BY THESE PRESENTS,  
that:

1. The Lessee for and in consideration of the Owner Trustee's payment to it for its account of \$100, and other good and valuable consideration and other property, the receipt of which is hereby acknowledged, has sold, granted, bargained, conveyed, assigned, transferred and delivered and by these presents sells, grants, bargains,

BOOK 361 PAGE 458

conveys, assigns, transfers and delivers to the Owner Trustee, and to the extent the property described below is located in the State of California, solely to William J. Wade, as Owner Trustee, its or his successors and assigns, all its estate, right, title and interest in and to the property described in Schedule I hereto (the "Facility"), which property is located upon a certain right of way described in Schedule II hereto,

TO HAVE AND TO HOLD the same together with all rights and appurtenances thereto belonging unto the Owner Trustee, its successors and assigns forever.

It is the intent of the Lessee that the Facility conveyed hereby shall, from and after this date, be and remain personal property and not be or become a part of the real property in which the Facility is now located (being the real property more particularly described in Schedule II) notwithstanding the extent of affixation thereto or the fitness or adaption of the Facility to the uses or purposes of the real property more particularly described in Schedule II. It is further the intent of the Lessee that the Owner Trustee shall have the right, subject to the terms of the Lease (as defined in Exhibit A hereto) and the other Basic Agreements (as defined in Exhibit A hereto), at any time and from time to time, to remove the Facility conveyed hereby from its present location. By executing this Bill of Sale

BOOK 361 PAGE 459  
# 275485

and Deed, the Owner Trustee affirms its desire and intent that the Facility being conveyed be and remain personal property.

2. The Lessee hereby warrants that it is the lawful owner of the Facility and that its title thereto is free and clear of all liens, security interests, charges, and encumbrances of every kind whatsoever, except for permitted liens (as defined in Exhibit A hereto), and that the Lessee will warrant and defend such title forever against every person whomsoever claiming or to claim the same or any part thereof.

3. The Lessee acknowledges, as stated above, that the payment to it for the Facility has been made, and, accordingly, that this is a fully executed Bill of Sale and Deed and that the title of the Owner Trustee to the Facility is in no way subject to defeasance or forfeiture by reason of any alleged failure of consideration to be received by the Lessee hereunder.

4. With respect to each portion of the Facility, this Bill of Sale shall be governed by, and construed in accordance with, the laws of the jurisdiction wherein such portion is located.

5. The Lessee and the Owner Trustee recognize and agree that the Owner Trustee shall, from and after the date hereof, be the owner of the Facility for all purposes and

the Lessee agrees not to take any action inconsistent with or contrary to this Agreement.

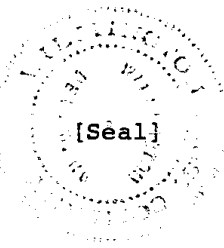
IN WITNESS WHEREOF, the Lessee and the Owner Trustee have each caused this Bill of Sale and Deed to be duly executed by their respective officers thereunto duly authorized the day and year first above written.

WILLIAMS TELECOMMUNICATIONS COMPANY



By: Henry S. Dandelle  
Title: Vice President

WILMINGTON TRUST COMPANY,  
not in its individual capacity, but solely as Owner Trustee



By: R. H. Hinch  
Title: Vice President  
SENIOR FINANCIAL SERVICES OFFICER

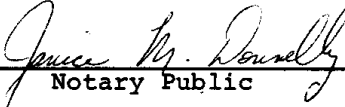
WILLIAM J. WADE,  
not in his individual capacity, but solely as Owner Trustee

W. J. Wade

STATE OF NEW YORK )  
  :  
COUNTY OF NEW YORK )

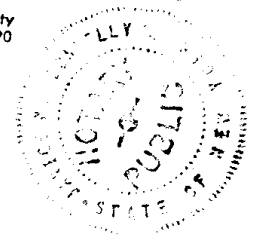
Before me personally appeared HARRY G. DANDELLES personally known to me to be the person whose name is subscribed to the foregoing instrument as the designated officer of WILLIAMS TELECOMMUNICATIONS COMPANY, one of the corporations named in said instrument, and personally known to me to be such officer of said corporation, and acknowledged to me that he executed said instrument for the purposes and consideration therein expressed and in the capacity therein stated, for and on behalf of and as the act and deed of said corporation.

IN WITNESS of which I have hereunto set my hand and official seal, this 25<sup>th</sup> day of April, 1987.

  
Notary Public

[NOTARIAL STAMP AND SEAL]

JANICE M. DONNELLY  
Notary Public, State of New York  
No. 41-4650012  
Qualified in Queens County  
Certificate filed in New York County  
Commission expires January 31, 1990

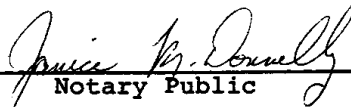


BOOK 361 PAGE 462  
# 275485

STATE OF NEW YORK     )  
                                  :  
COUNTY OF NEW YORK    )

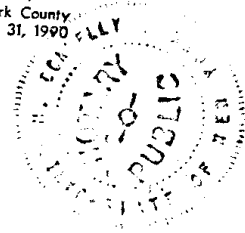
Before me personally appeared WILLIAM J. WADE,  
personally known to me to be the person whose name is sub-  
scribed to the foregoing instrument, and acknowledged to me  
that he executed said instrument for the purposes and con-  
sideration therein expressed and in the capacity therein  
stated, for and on his own behalf and as his act and deed.

IN WITNESS of which I have hereunto set my hand and  
official seal, this 25<sup>th</sup> day of April, 1987.

  
\_\_\_\_\_  
Notary Public

[NOTARIAL STAMP AND SEAL]

JANICE M. DONNELLY  
Notary Public, State of New York  
No. 41-4650319  
Qualified in Queens County  
Certificate filed in New York County  
Commission expires January 31, 1990



BOOK 361 PAGE 463  
# 275485

STATE OF NEW YORK )  
  :  
COUNTY OF NEW YORK )

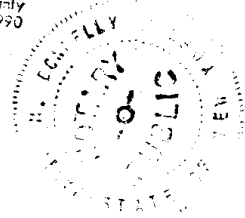
Before me personally appeared ROBIN LYNCH personally known to me to be the person whose name is subscribed to the foregoing instrument as the designated officer of WILMINGTON TRUST COMPANY, one of the corporations named in said instrument, and personally known to me to be such officer of said corporation, and acknowledged to me that he executed said instrument for the purposes and consideration therein expressed and in the capacity therein stated, for and on behalf of and as the act and deed of said corporation.

IN WITNESS of which I have hereunto set my hand and official seal, this 25<sup>TH</sup> day of April, 1987.

*Janice M. Donnelly*  
\_\_\_\_\_  
Notary Public

[NOTARIAL STAMP AND SEAL]

JANICE M. DONNELLY  
Notary Public, State of New York  
No. 41-4650319  
Qualified in Queens County  
Certificate filed in New York County  
Commission expires January 31, 1990



## FIBER OPTIC COMMUNICATIONS FACILITY

"Facility" shall mean, except as expressly hereinafter noted, the entire fiber optics telecommunications system comprising approximately 747 route miles starting in Salt Lake City, Utah, and ending in Los Angeles, California and running through the States of Utah, Nevada and California. The Facility begins inside a building located at 70 South State Street, Salt Lake City, Utah and ends in the office building located at One Wilshire Boulevard, Los Angeles, California. The Facility is installed along the Right of Way and includes the following: (i) the fiber optic cable manufactured by Siecorm Company and included in such system, (ii) all cable ducts or conduits through which such cable runs (excluding all steel pipelines), (iii) the associated splice boxes, splice vaults and other associated concrete structures constructed by or for Lessee and used to protect, or provide splicing space for, the fiber optic cable, together with all manhole and handhole covers relating thereto, (iv) electrical power facilities, including electrical distribution panels, lighting, wiring and other related apparatus attached to or within the Facility (excluding any meters owned by other Persons), (v) heating, ventilating and air conditioning equipment, (vi) metal enclosures (sometimes referred to as the regeneration stations) containing the Electronics together with the concrete slabs to which the enclosures are attached, (vii) auxiliary generators, batteries, battery-charging equipment, telephone equipment and other related equipment used on the Closing Date by Lessee on the Right of Way, and (viii) any other property the title to which vests in Lessor pursuant to the terms of the Lease; provided, that with respect to that portion of the Facility which is subject to the Centel Agreement (as defined below) the term Facility shall mean only the Lessee's interest in the items described in clauses (i) through (viii) above. The Facility specifically excludes (i) the Electronics and (ii) the green sheath containing eight fibers and such eight fibers which are owned by Central Telephone Company (of Nevada) pursuant to the Telecommunications Agreement dated October 10, 1986, between Central Telephone Company (of Nevada) and the Lessee (the "Centel Agreement") and which lie between a point approximately 24.0 kilometers north of the North Three Central Office in Las Vegas, Nevada and a point near Stateline, Nevada with a total length of approximately 125.7 kilometers, as more fully described in the Centel Agreement.



SCHEDULE II TO  
BILL OF SALE

RIGHT OF WAY

BOOK 361 PAGE 466  
# 275485

ASSIGNMENT LIST  
IRON COUNTY, UTAH

Tract	County	Grantor	Section	Township	Range	Inst. Date	Recording Data
6900	Iron	Iron County Road Dept.	1	31 South	13 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Northeast Quarter (NE/4 NE/4), the West Half of the Northeast Quarter (W/2 NE/4), the Southeast Quarter of the Northwest Quarter (SE/4 NW/4), the Northeast Quarter of the Southwest Quarter (NE/4 SW/4), and the West Half of the Southwest Quarter (W/2 SW/4) of Section 1, Township 31 South, Range 13 West							
6900 A	Iron	BLM/Iron County Road	1	31 South	13 West	7-31-86	Grant/Permit
A strip of land located in the following quarter sections in Iron County, Utah: Lot 12 in Section 1, Township 31 South, Range 13 West							
6900 B	Iron	Iron County Road	2/11/10	31 South	13 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Southeast Quarter (NE/4 SE/4), the Southeast Quarter of the Southeast Quarter (SE/4 SE/4), and the Southwest Quarter of the Southeast Quarter (SW/4 SE/4) of Section 2, Township 31 South, Range 13 West; the Northwest Quarter of the Northeast Quarter (NW/4 NE/4), the Northeast Quarter of the Northwest Quarter (NE/4 NW/4), the Southeast Quarter of the Northwest Quarter (SE/4 NW/4), the Southwest Quarter of the Northwest Quarter (SW/4 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 11 Township 31 South, Range 13 West; and the Northeast Quarter of the Southeast Quarter (NE/4 SE/4), the Southeast Quarter of the Southeast Quarter (SE/4 SE/4) and the Southwest Quarter of the Southeast Quarter (SW/4 SE/4) of Section 10, Township 31 South, Range 13 West.							
6900 C	Iron	BLM/Iron County Road	10	31 South	13 West	7-31-86	Grant/Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Southeast Quarter of the Southwest Quarter (SE/4 SW/4) of Section 10 Township 31 South, Range 13 West							
6900 D	Iron	Iron County Road	15/16/21	31 South	13 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northwest Quarter of the Northeast Quarter (NW/4 NE/4), the Northeast Quarter of the Northwest Quarter (NE/4 NW/4), the Southeast Quarter of the Northwest Quarter (SE/4 NW/4), the Southwest Quarter of the Northwest Quarter (SW/4 NW/4), the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 15, Township 31 South, Range 13 West; the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the Northeast Quarter of the Southeast Quarter (NE/4 SE/4), and the West Half of the Southeast Quarter (W/2 SE/4) of Section 16, Township							

ASSIGNMENT LIST  
IRON COUNTY, UTAH

<u>Tract</u>	<u>County</u>	<u>Grantor</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Inst. Date</u>	<u>Recording Date</u>
31 South, Range 13 West; and the Northwest Quarter of the Northeast Quarter (NW/4 NE/4), the Northeast Quarter of the Northwest Quarter (NE/4 NW/4), the Southeast Quarter of the Northwest Quarter (SE/4 NW/4), the Southwest Quarter of the Northwest Quarter (SW/4 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 21, Township 31 South, Range 13 West.							
6900 E	Iron	BLM/Iron County Road	20/29	31 South	13 West	7-31-86	Grant/Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Southeast Quarter (NE/4 SE/4), the Southwest Quarter of the Southeast Quarter (SW/4 SE/4), and the Southeast Quarter of the Southeast Quarter (SE/4 SE/4) of Section 20, Township 31 South, Range 13 West and the Northwest Quarter of the Northeast Quarter (NW/4 NE/4) of Section 29, Township 31 South, Range 13 West							
6900 F	Iron	Iron County Road	29/30	31 South	13 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Northwest Quarter (NE/4 NW/4), the Southeast Quarter of the Northwest Quarter (SE/4 NW/4), the Southwest Quarter of the Northwest Quarter (SW/4 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 29, Township 31 South, Range 13 West; and the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 30, Township 31 South, Range 13 West.							
6900 G	Iron	BLM/Iron County Road	31	31 South	13 West	7-31-86	Grant/Permit
A strip of land located in the following quarter sections in Iron County, Utah: Lot 1, Lot 2, Lot 3, and the Northeast Quarter of the Northwest Quarter (NE/4 NW/4) of Section 31, Township 31 South, Range 13 West							
6900 H	Iron	Iron County Road	31/36/1/2/11	31/32 South	13/14 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Southeast Quarter of the Northwest Quarter (SE/4 NW/4) and the Southwest Quarter of the Northwest Quarter (SW/4 NW/4) of Section 31, Township 31 South, Range 13 West; the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 36, Township 32 South, Range 14 West; the Northwest Quarter of the Northeast Quarter (NW/4 NE/4) and the Northeast Quarter of the Northwest Quarter (NE/4 NW/4), the South Half of the Northwest Quarter (S/2 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 1, Township 32 South, Range 14 West; the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 2, Township 32 South, Range 14 West; and the Northwest Quarter of the Northeast Quarter (NW/4 NE/4) and the South Half of the Northwest Quarter (S/2 NW/4) of Section 11, Township 32 South, Range 14 West.							
6902	Iron	Iron County Road Dept.	11/10/15/16/21	32 South	14 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 11, Township 32 South, Range 14 West; the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 10, Township 32 South, Range 14 West; the Northwest Quarter of the Northeast Quarter (NW/4 NE/4), the Northeast Quarter of the Northwest Quarter (NE/4 NW/4),							

ASSIGNMENT LIST  
IRON COUNTY, UTAH

Tract	County	Grantor	Section	Township	Range	Inst. Date	Recording Date
6904	Iron	Iron County Road Dept.	20/29	32 South	14 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 20, Township 32 South, Range 14 West; and the Northwest Quarter of the Northeast Quarter (NW/4 NE/4) of Section 29, Township 32 South, Range 14 West							
6904 A	Iron	BLM/Iron County Road	29	32 South	14 West	7-31-86	Grant/Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Northwest Quarter (NE/4 NW/4), the Southeast Quarter of the Northwest Quarter (SE/4 NW/4), the Southwest Quarter of the Northwest Quarter (SW/4 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 29, Township 32 South, Range 14 West							
6904 B	Iron	Iron County Road	30/31	32 South	14 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 30, Township 32 South, Range 14 West; and the Northwest Quarter of the Northeast Quarter (NW/4 NE/4), the Northwest Quarter of the Northwest Quarter (NW/4 NW/4), the South Half of the Northwest Quarter (S/2 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 31, Township 32 South, Range 14 West							
6905	Iron	Iron County Road	36	32 South	15 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 36, Township 32 South, Range 15 West							
6906	Iron	Iron County Road	Various	33 South	15 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northwest Quarter of the Northeast Quarter (NW/4 NE/4), the Northeast Quarter of the Northwest Quarter (NE/4 NW/4), and the South Half of the Northwest Quarter (S/2 NW/4) of Section 1, Township 33 South, Range 15 West; the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the North Half of the Southeast Quarter (N/2 SE/4), the Southwest Quarter of the Southeast Quarter (SW/4 SE/4), and the South Half of the Southwest Quarter (S/2 SW/4) of Section 2, Township 33 South, Range 15 West; the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of Section 11, Township 33 South, Range 15 West; the North Half of the Northeast Quarter (N/2 NE/4), the Southwest Quarter of the Northwest Quarter (SW/4 NE/4), the South Half of the Northwest Quarter (S/2 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 10, Township 33 South, Range 15 West							

BOOK 331 PAGE 485

ASSIGNMENT LIST  
IRON COUNTY, UTAH

State of Utah

<u>Tract</u>	<u>County</u>	<u>Grantor</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Inst. Date</u>	<u>Recording Dat</u>
33 South, Range 15 West; the North Half of the Southeast Quarter (N/2 SE/4), the Southwest Quarter of the Southeast Quarter (SW/4 SE/4), and the South Half of the Southwest Quarter (S/2 SW/4) of Section 9, Township 33 South, Range 15 West; the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of Section 16, Township 33 South, Range 15 West; the North Half of the Northeast Quarter (N/2 NE/4), the Southwest Quarter of the Northeast Quarter (SW/4 NE/4), the South Half of the Northwest Quarter (S/2 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 17, Township 33 South, Range 15 West; the North Half of the Southeast Quarter (N/2 SE/4), the Southwest Quarter of the Southeast Quarter (SW/4 SE/4), and the South Half of the Southwest Quarter (S/2 SW/4) of Section 18, Township 33 South, Range 15 West; and the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of Section 19, Township 33 South, Range 15 West.	Iron	Iron County Road	24/23/26/27	33 South	16 West	8-25-86	Permit
6907 A strip of land located in the following quarter sections in Iron County, Utah: the North Half of the Northeast Quarter (N/2 NE/4), the Southwest Quarter of the Northeast Quarter (SW/4 NE/4), the South Half of the Northwest Quarter (S/2 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 24, Township 33 South, Range 16 West; the North Half of the Southeast Quarter (N/2 SE/4), the Southwest Quarter of the Southeast Quarter (SW/4 SE/4) and the South Half of the Southwest Quarter (S/2 SW/4) of Section 23, Township 33 South, Range 16 West; the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of Section 26, Township 33 South, Range 16 West; and the North Half of the Northeast Quarter (N/2 NE/4), the Southwest Quarter of the Northeast Quarter (SW/4 NE/4), the South Half of the Northwest Quarter (S/2 NW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 27, Township 33 South, Range 16 West.	Iron	BLM/Iron County Road	28	33 South	16 West	7-31-86	Grant/Permit
6908 A strip of land located in the following quarter sections in Iron County, Utah: the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the Northeast Quarter of the Southwest Quarter (NE/4 SW/4), the Southwest Quarter of the Southwest Quarter (SW/4 SW/4) of Section 28, Township 33 South, Range 16 West	Iron	Iron County Road	29/30/31/30/31	33 South	16 West	8-25-86	Permit
6909 A strip of land located in the following quarter sections in Iron County, Utah: the South Half of the South Half of the South Half (S/2 S/2 S/2) of Section 29, Township 33 South, Range 16 West; the South Half of the South Half of the Southeast Quarter (S/2 S/2 SE/4) of Section 30, Township 33 South, Range 16 West; the North Half of the North Half of the Northwest Quarter (N/2 N/2 NW/4 NE/4) of Section 31, Township 33 South, Range 16 West; the South Half of the South Half of the Southeast Quarter (S/2 S/2 SE/4 SW/4) of Section 30, Township 33 South, Range 16 West; and the North Half of the North Half of the Northwest Quarter (N/2 N/2 NW/4 NW/4) of Section 31, Township 33 South, Range 16 West.	Iron	Iron County Road Dept. Holt	Various	33 South	17 West	8-25-86	Permit

BOOK 275-485 PAGE 470

ASSIGNMENT LIST  
IRON COUNTY, UTAH

State of Utah

<u>Tract</u>	<u>County</u>	<u>Grantor</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Inst. Date</u>	<u>Recording Dat</u>
6911	Iron	Iron County Road	36/25/26/27	33 South	18 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the South Half of the South Half (S/2 S/2 S/2) of Section 25, Township 33 South, Range 17 West; the South Half of the South Half (S/2 S/2 S/2) of Section 26, Township 33 South, Range 17 West; the South Half of the South Half (S/2 S/2 S/2) of Section 27, Township 33 South, Range 17 West; the South Half of the South Half (S/2 S/2 S/2) of Section 28, Township 33 South, Range 17 West; and the South Half of the South Half (S/2 S/2 S/2) of Section 29, Township 33 South, Range 17 West; the South Half of the South Half (S/2 S/2 S/2) of Section 30, Township 33 South, Range 17 West							
6912	Iron	Iron County Road	27/34/33	33 South	18 West	7-31-86	Grant
A strip of land located in the following quarter sections in Iron County, Utah: the Southwest Quarter of the Southeast Quarter (SW/4 SE/4), the Southeast Quarter of the Southwest Quarter (SE/4 SW/4), and the Southwest Quarter of the Southwest Quarter (SW/4 SW/4) of Section 27, Township 33 South, Range 18 West; the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of Section 34, Township 33 South, Range 18 West; and the Northeast Quarter of the Northeast Quarter (NE/4 NE/4), the Northwest Quarter of the Northeast Quarter (NW/4 NE/4), the Southwest Quarter of the Northeast Quarter (SW/4 NE/4), the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the Northwest Quarter of the Southwest Quarter (NW/4 SW/4), the Northeast Quarter of the Southwest Quarter (NE/4 SW/4), and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 33, Township 33 South, Range 18 West.							
6913	Iron	Iron County Road	32	33 South	18 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Southeast Quarter (NE/4 SE/4), the South Half of the Southeast Quarter (S/2 SE/4), and the Southeast Quarter of the Southwest Quarter (SE/4 SW/4) of Section 32, Township 33 South, Range 18 West							
6914	Iron	BLM/Iron County Road	5	34 South	18 West	7-31-86	Grant/Permit
A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Northwest Quarter (NE/4 NW/4), the Northwest Quarter of the Northwest Quarter (NW/4 NW/4), the Southwest Quarter of the Northwest Quarter (SW/4 NW/4), the Northwest Quarter of the Southwest Quarter (NW/4 SW/4), and the Southwest Quarter of the Southwest Quarter (SW/4 SW/4) of Section 5, Township 34 South, Range 18 West.							
6915	Iron	Iron County Road	8	34 South	18 West	8-25-86	Permit
A strip of land located in the following quarter sections in Iron County, Utah: the West Half of the Northwest Quarter (W/2 NW/4) of Section 8, Township 34 South, Range 18 West							

BOOK 261 PAGE 471

ASSIGNMENT LIST  
IRON COUNTY, UTAH

<u>Tract</u>	<u>County</u>	<u>Grantor</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Inst. Date</u>	<u>Recording Date</u>
6916 A strip of land located in the following quarter sections in Iron County, Utah: the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the Northeast Quarter of the Southeast Quarter (NE/4 SE/4), and the Southeast Quarter of the Northeast Quarter (SE/4 SE/4), the Northeast Quarter of the Southeast Quarter (NE/4 SE/4), the Southeast Quarter of the Northeast Quarter (SE/4 SE/4), and the Southwest Quarter of the Southeast Quarter (SW/4 SE/4) of Section 18 Township 34 South, Range 18 West; and the Northeast Quarter of the Northeast Quarter (NE/4 NE/4), the Northeast Quarter of the Northeast Quarter (NE/4 NE/4), and the Southeast Quarter of the Northeast Quarter (SE/4 NE/4) of Section 19, Township 34 South, Range 18 West.	Iron	BLM/Iron County Road	7/18/19	34 South	18 West	7-31-86	Grant/Permit
6917 A strip of land located in the following quarter sections in Iron County, Utah: the Southwest Quarter of the Northeast Quarter (SW/4 NE/4) and the Northwest Quarter of the Southwest Quarter (NW/4 SW/4) of Section 19, Township 34 South, Range 8 West	Iron	Iron County Road	19	34 South	18 West	8-25-86	Permit
6918 A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 24, Township 34 South, Range 19 West; the Northeast Quarter of the Northeast Quarter (NE/4 NE/4), the Southwest Quarter of the Northeast Quarter (SW/4 NE/4), the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the North Half of the Southwest Quarter (N/2 SW/4) and the Southwest Quarter of the Southwest Quarter (SW/4 SW/4) of Section 25, Township 34 South, Range 19 West; the Northeast Quarter of the Northeast Quarter (NE/4 NE/4), the East Half of the Northeast Quarter (E/2 NE/4), and the North Half of the Southwest Quarter (N/2 SW/4) of Section 36, Township 34 South, Range 19 West; and the Northeast Quarter of the Southeast Quarter (NE/4 SE/4) and the South Half of the Southeast Quarter (S/2 SE/4) of Section 35, Township 34 South, Range 19 West.	Iron	Iron County Road/U DOT	24/25/36/35	34 South	19 West	8-25-86	Permit
6919 A strip of land located in the following quarter sections in Iron County, Utah: the North Half of the Northeast Quarter (N/2 NE/4) and the Southwest Quarter of the Northwest Quarter (SW/4 NW/4) of Section 2, Township 35 South, Range 19 West	Iron	U DOT	2	35 South	19 West	8-8-86	Permit
6920 A strip of land located in the following quarter sections in Iron County, Utah: the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the Northwest Quarter of the Southeast Quarter (NW/4 SE/4), the Northeast Quarter of the Southwest Quarter (NE/4 SW/4), and the Southwest Quarter of the Southwest Quarter (SW/4 SW/4) of Section 3, Township 35 South, Range 19 West; the Northeast Quarter of the Northeast Quarter (NE/4 NE/4), the Southwest Quarter of the Northeast Quarter (SW/4 NE/4), the Northwest Quarter of the Northeast Quarter (NW/4 NE/4), the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the Southwest Quarter of the Northeast Quarter (SW/4 NE/4), the Northeast Quarter of the Southeast Quarter (NE/4 SE/4), the Northeast Quarter of the Southwest Quarter (NE/4 SW/4), and the Southeast Quarter of the Southwest Quarter (SE/4 SW/4) of Section 9, Township 35 South, Range 19 West.	Iron	BLM/U DOT	3/10/9	35 South	19 West	7-31-86	Grant/Permit

ASSIGNMENT LIST  
IRON COUNTY, UTAH

<u>Tract</u>	<u>County</u>	<u>Grantor</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Inst. Date</u>	<u>Recording Date</u>
6921 A strip of land located in the following quarter sections in Iron County, Utah: the Southwest Quarter of the Southwest Quarter (SW/4 SW/4) of Section 9 Township 35 South, Range 19 West; the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of Section 16, Township 35 South, Range 19 West; and the East Half of the Northeast Quarter (E/2 NE/4) and the Southwest Quarter of the Northeast Quarter (SW/4 NE/4) of Section 17, Township 35 South, Range 19 West	Iron	U DOT	9/16/17	35 South	19 West	8-8-86	Permit
6922 A strip of land located in the following quarter sections in Iron County, Utah: the Northwest Quarter of the Southeast Quarter (NW/4 SE/4), the Southeast Quarter of the Southeast Quarter (SE/4 SE/4), and the Southeast Quarter of the Southwest Quarter (SE/4 SW/4) of Section 17, Township 35 South, Range 19 West.	Iron	BLM/U DOT	17	35 South	19 West	7-31-86	Grant/Permit
6923 A strip of land located in the following quarter sections in Iron County, Utah: the Southwest Quarter of the Southwest Quarter (SW/4 SW/4) of Section 17 Township 35 South, Range 19 West; and the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of Section 20, Township 35 South, Range 19 West	Iron	U DOT	17/20	35 South	19 West	8-8-86	Permit
6924 A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Northeast Quarter (NE/4 NE/4) of Section 19 Township 35 South, Range 19 West.	Iron	U DOT	19	35 South	19 West	8-8-86	Permit
6925 A strip of land located in the following quarter sections in Iron County, Utah: the South Half of the Northeast Quarter (S/2 NE/4), the Northwest Quarter of the Southeast Quarter (NW/4 SE/4), and the Northeast Quarter of the Southwest Quarter (NE/4 SW/4) of Section 19, Township 35 South, Range 19 West; and the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of Section 30, Township 35 South, Range 19 West	Iron	U DOT	19/30	35 South	19 West	8-8-86	Permit
6926 A strip of land located in the following quarter sections in Iron County, Utah: the Northeast Quarter of the Northeast Quarter (NE/4 NE/4), the Southeast Quarter of the Northeast Quarter (SE/4 NE/4), the Southwest Quarter of the Northeast Quarter (SW/4 NE/4), and the Northwest Quarter of the Southeast Quarter (NW/4 SE/4) of Section 25, Township 35 South, Range 20 West; and the Southwest Quarter of the Southwest Quarter (SE/4 SW/4) of Section 19, Township 35 South Range 19 West.	Iron	BLM/U DOT	25/19	35 South	20/19 West	7-31-86	Grant/Permit
6927	Iron	U DOT	25/26	35 South	20 West	8-8-86	Permit

BOOK 361 PAGE 473



C

ASSIGNMENT LIST  
IRON COUNTY, UTAH

State of Utah

✓ Tract                      County                      Grantor                      Section                      Township                      Range                      Inst. Date                      Recording Dat

A strip of land located in the following quarter sections in Iron County, Utah: the North Half of the Southwest Quarter (N/2 SW/4) and the Southwest Quarter of the Southwest Quarter (SW/4 SW/4) of Section 25, Township 35 South, Range 20 West; and the South Half of the South Half (S/2 S/2) of Section 26, Township 35 South, Range 20 West

BOOK 361 PAGE 474  
# 2754 85

Regenerator Sites  
Assignment List

Tract	Name	Grantor	Section	Township	Range	County/State	Inst. Date	Recording Data
✓ SL #11	Lund	Utah	15	32 South	14 West	Iron, UT	2-17-87	359/102
<p>A portion of Section 15, Township 32 South, Range 14 West, S.L.B. &amp; M., Iron County, Utah described as follows: Beginning at the Southerly most corner of said tract, said corner being with assumed bearing S 58°28'45" E a distance of approximately 2265 feet from the Northwest corner of Section 15, Township 32 South, Range 14 West, Iron County, Utah; thence with assumed bearing N 45°23'33" E a distance of 50 feet to the Easterly most corner of said tract; thence with assumed bearing N 44°36'27" W a distance of 50 feet to the Northerly most corner of said tract; thence with assumed bearing S 45°23'33" W a distance of 50 feet to the Westerly most corner of said tract; thence with assumed bearing S 44°36'27" E a distance of 50 feet to the point of beginning, said tract of land containing 0.06 acres, more or less.</p>								
✓ SL #12	Beryl	Steven R. Anzalone	29	33 South	16 West	Iron, UT	7-10-86	354/446
<p>A portion of a 31.20 (called 40±) acre tract out of the Southeast Quarter of the Southwest Quarter (SE/4 SW/4) of Section 29, Township 33 South, Range 16 West, S.L.M., abutting and parallel to the North right of way line of the Iron County road.</p>								
✓ SL #13	Modena	Howard & Jeanne Force	36	34 South	19 West	Iron, UT	6-30-86	354/449
<p>A portion of the Northeast Quarter of the Southwest Quarter (NE/4 SW/4) of Section 36, Township 34 South, Range 19 West, S.L.M., abutting and parallel to the Southerly right of way line of State Highway 56.</p>								

BOOK 361 PAGE 475  
# 275485

EXHIBIT A TO  
PARTICIPATION AGREEMENT  
LEASE AGREEMENT  
INDENTURE AND SECURITY AGREEMENT  
TRUST AGREEMENT  
PROPERTY RIGHTS AGREEMENT  
BILL OF SALE  
SUPPORT AGREEMENT

WILLIAMS TELECOMMUNICATIONS COMPANY

Fiber Optic Telecommunications Facility

DEFINITIONS RELATING TO THE PARTICIPATION AGREEMENT, LEASE  
AGREEMENT, INDENTURE AND SECURITY AGREEMENT, TRUST AGREEMENT,  
PROPERTY RIGHTS AGREEMENT, SUPPORT AGREEMENT AND  
GUARANTY AGREEMENT REFERRED TO BELOW

"Acceptance Certificate" shall mean the Acceptance Certificate substantially in the form of Annex C to the Lease, which shall be executed and delivered by Lessor and Lessee on the Closing Date for the purpose of setting forth the Closing Date and confirming the acceptance of the Facility by Lessee under the Lease on the Closing Date.

"Affiliate" of the specified Person shall mean any other Person directly or indirectly controlling, controlled by or under direct or indirect common control with, such specified Person. For purposes of this definition, the term "control" (including the correlative meanings of the terms "controlled by" and "under common control with"), as used with respect to any Person, shall mean the possession, directly or indirectly, of the power to direct or cause the direction of the management and policies of such Person, whether through the ownership of voting securities or by contract or otherwise.

"After-Tax Basis" shall mean, with respect to any payment received or deemed to have been received by any Person, the amount of such payment supplemented by a further payment to that Person so that the sum of the two payments, after deduction of all Taxes and other charges (taking into account any current credits or deductions arising therefrom) resulting from the receipt or accrual (actual or constructive) of such two payments imposed under any federal, state or local law or by a Governmental Authority or any taxing authority of any thereof, shall be equal to the payment received or deemed to have been received.

"Applicable Laws" shall mean all applicable laws (including, without limitation, federal and state securities laws), ordinances, judgments, decrees, injunctions, writs and orders of any court, arbitrator or governmental agency or authority and rules, regulations, orders, interpretations, licenses and permits of any federal, state, county, municipal, regional or other governmental body, instrumentality, agency or authority.

"Appraisal Procedure" shall mean the following procedure for determining Fair Market Rental Value, Fair Market Sale Value or Return Value if either Lessor or Lessee shall request by notice (the "Appraisal Request") to the other the determination of either of such Values by the Appraisal Procedure. Lessor and Lessee shall, within 15 days after the Appraisal Request, appoint an independent appraiser mutually satisfactory to them, who shall determine such Value and such determination shall be final and binding on Lessor and Lessee. If Lessor and Lessee are unable to agree on a mutually acceptable appraiser within such 15-day period, Fair Market Rental Value, Fair Market Sale Value or Return Value, as the case may be, shall be determined by a panel of three independent appraisers, one of whom shall be appointed by Lessor, another by Lessee and the third of whom shall be appointed by the other two appraisers or, if such two appraisers are unable to agree on a third appraiser within 45 days after the Appraisal Request, by the American Arbitration Association (or its successor); provided, however, that if Lessor or Lessee shall not have appointed its appraiser within 30 days after the Appraisal Request, such Value shall be determined solely by the appraiser selected by the other party. The appraiser or appraisers appointed pursuant to the foregoing procedure shall be instructed to determine Fair Market Rental Value, Fair Market Sale Value or Return Value, as the case may be, within 45 days after such appointment, and such determination shall be final and binding on Lessor and Lessee. If three appraisers are appointed, the determination of the appraiser that shall differ most from the second highest determinations of all three appraisers shall be excluded, the remaining two determinations shall be averaged and such average shall constitute the determination of the appraisers. In the event that a single appraiser is appointed, the fees of such appraiser shall be divided equally between Lessee and Lessor. In the event that more than a single appraiser is appointed, the fees and expenses of the appraiser appointed by Lessee shall be paid by Lessee, the fees and expenses of the appraiser appointed by Lessor shall be paid by Lessor and the fees and expenses of the third appraiser shall be divided equally between Lessee and Lessor. Notwithstanding the foregoing, all fees and expenses of each appraiser shall be paid by Lessee in the case of an appraisal or determination under Section 18 of

BOOK 361 PAGE 477

# 275485

the Lease and the Lessee shall pay all such fees and expenses in the circumstances provided in Section 15(c) of the Lease.

"Approved Bank" shall mean (a) so long as Canadian Imperial Bank of Commerce shall remain the L/C Bank, Canadian Imperial Bank of Commerce, or (b) any other bank, acting through a branch or agency located in the United States, that (i) is one of the world's 200 largest banks measured by total assets in United States dollars, and (ii) has, on the date that its written commitment to issue a replacement Letter of Credit is delivered to the Owner Participant pursuant to Section 6.16 of the Participation Agreement, an A-1 or P-1 commercial paper rating, (iii) was identified as a bank then meeting the requirements of clauses (i) and (ii) above in a written notice delivered by Lessee to the Owner Participant not more than 90 days prior to the expiration date of the Letter of Credit then in effect and (iv) was not identified on a written notice delivered by the Owner Participant to Lessee within 10 days after the delivery to the Owner Participant of the written notice described in clause (iii) above, as one of not more than 10 banks that the Owner Participant elects to eliminate from qualification as an Approved Bank eligible to issue the replacement Letter of Credit.

"Base Rate" shall mean the rate of interest announced publicly by Citibank, N.A. in New York, New York, from time to time, as its base rate.

"Basic Agreements" shall mean the Lease, the Bill of Sale, the Participation Agreement, the Trust Agreement, the Indenture, the Guaranty Agreement, the Letter of Credit, the Loan Certificates, the Support Agreement, the Property Rights Agreement and the Tax Indemnification Agreement.

"Basic Rent" shall mean the aggregate rent payable pursuant to Section 3(b) of the Lease for the Primary Term, the aggregate rent payable pursuant to Section 13 of the Lease for the Renewal Term, if any, in each case subject to adjustment in accordance with Section 3(c) of the Lease.

"Bill of Sale" shall mean a Bill of Sale and Deed, substantially in the form of Exhibit E to the Participation Agreement, to be executed and delivered by the Lessee to the Owner Trustee on the Closing Date with respect to the Facility.

"Business Day" shall mean any day except a Saturday, Sunday or other day on which commercial banks in New York City, Delaware or Connecticut are authorized by law to be closed.

"Closing Date" shall mean the date on which the Facility is sold by Lessee to Lessor and accepted by Lessee under the Lease, which shall be the date of the Bill of Sale and the Acceptance Certificate.

"Code" shall mean the Internal Revenue Code of 1986, as amended to the Closing Date, but "1954 Code" shall mean the Internal Revenue Code of 1954, as amended to the Closing Date, as in effect after the enactment of Title XVIII of the Tax Reform Act of 1986 (the "Act") but before the enactment of any other title of the Act.

"Collateral" shall mean all the properties, interests and rights referred to in the Granting Clause of the Indenture and intended to be subjected to the mortgage, security interest and assignment created by the Indenture.

"Commencement Date" shall mean July 15, 1987.

"Contract Services" shall mean, at any time during the Shirt-Tail Period, materials, supplies or services of a kind provided by Lessee at such time to Persons (other than Lessor or any affiliate of Lessee), including (but not limited to) the provision of interconnection and similar services between the Facility and other telecommunications facilities (whether or not based on fiber optics) then owned by Lessee, but excluding services provided to such other Persons at such time that are insignificant or infrequent in comparison to the services required by Lessor.

"Default" shall mean an event or condition that, with notice or lapse of time or both, would constitute an Event of Default.

"Depreciable Basis" shall mean an amount equal to 91.75% of Lessor's Cost.

"Electronics" shall mean the transceivers, regenerators, multiplexers and other electronic equipment, together with all racks to which the same are affixed, located at the regenerator sites and points of presence on the Right of Way, including all equipment replacing any of the foregoing.

"Employee Benefit Plan" shall have the meaning set forth in Section 3 of ERISA.

"Engineer" shall mean a Person appointed by Lessee who is engaged in the engineering profession (who shall be duly licensed as an engineer in a State of the United States) and is familiar with engineering and operational matters relating to the Facility or facilities similar thereto, which Engineer may be an officer or employee of Lessee or any Affiliate.

"ERISA" shall mean the Employee Retirement Income Security Act of 1974, as amended, or any comparable successor law.

"Event of Default" shall mean any event or condition defined as "Event of Default" under either Section 17 of the Lease or Section 4.01 of the Indenture, or both, as is indicated by the context in which the term "Event of Default" is used.

"Event of Loss" shall mean any of the following events or conditions:

(i) all or substantially all of the Facility shall become destroyed or damaged beyond repair or permanently rendered unfit for commercial operation, as a consequence of any event whatsoever;

(ii) any damage to or loss of all or any portion of the Facility occurring through any cause whatsoever, which results in the receipt of insurance proceeds with respect to the Facility on the basis of an actual or constructive total loss of the Facility;

(iii) the condemnation, confiscation or seizure of, or other requisition of title to, or use of, all or substantially all of the Facility or the Right of Way (including the taking of title to, or use of, all or substantially all of the Facility or the Right of Way under power of eminent domain or by forfeiture pursuant to any proceeding commenced under any provision of law providing for escheat) by a Governmental Authority; provided, however, that, in the case of a requisition of use of all or substantially all of the Facility or the Right of Way, such requisition shall be for an indefinite period which shall have continued for at least one year or for a definite period of at least one year's duration or that extends beyond the end of the Primary Term or, if such requisition shall occur during a Renewal Term, beyond the end of such Renewal Term; or

(iv) a Special Event of Termination shall have occurred and be continuing.

Subject to the proviso in Section 10(a) of the Lease, the date of occurrence of any of the Events of Loss specified in clause (i), (ii) or (iii) above shall be the date of the casualty or other occurrence specified above giving rise to such Event of Loss. The date of

occurrence of a Special Event of Termination shall be the date specified in the definition of that term.

"Excepted Payments" shall mean (a) any amount paid or payable to or for the benefit of the Owner Participant or the Owner Trustee, in its individual capacity, under Sections 7, 8 or 11 of the Participation Agreement, or pursuant to the Tax Indemnification Agreement, (b) any proceeds of Excess Insurance paid or payable to or for the benefit of the Owner Trustee in its individual capacity or the Owner Participant, (c) amounts payable by the Lessee to the Owner Participant or the Owner Trustee in its individual capacity or as Trustee under the Trust Agreement pursuant to Section 16 of the Lease with respect to any of the amounts referred to in clauses (a) and (b) above, (d) amounts payable pursuant to the Guaranty Agreement with respect to any of the amounts described in clauses (a), (b) and (c) above, together with the right to demand, collect, sue for or otherwise obtain such amounts from the Lessee or the Guarantor, and (e) amounts payable to the Owner Participant under the Letter of Credit or the Note and Supplemental Note Amounts paid pursuant to Section 6.16 of the Participation Agreement.

"Excess Insurance" shall mean the proceeds of liability insurance on the Facility or the Right of Way payable to or for the benefit of the Owner Participant or the Owner Trustee, in its individual capacity, and any insurance proceeds payable solely to the Owner Participant or the Owner Trustee under policies of insurance carried pursuant to Section 12(f) of the Lease.

"Facility" shall mean, except as expressly hereinafter noted, the entire fiber optics telecommunications system comprising approximately 747 route miles starting in Salt Lake City, Utah, and ending in Los Angeles, California and running through the States of Utah, Nevada and California. The Facility begins inside a building located at 70 South State Street, Salt Lake City, Utah and ends in the office building located at One Wilshire Boulevard, Los Angeles, California. The Facility is installed along the Right of Way and includes the following: (i) the fiber optic cable manufactured by Siecorm Company and included in such system, (ii) all cable ducts or conduits through which such cable runs (excluding all steel pipelines), (iii) the associated splice boxes, splice vaults and other associated concrete structures constructed by or for Lessee and used to protect, or provide splicing space for, the fiber optic cable, together with all manhole and handhole covers relating thereto, (iv) electrical power facilities, including electrical distribution panels, lighting, wiring and other related apparatus attached to or within the Facility (excluding any meters owned by other Persons), (v) heating,



ventilating and air conditioning equipment, (vi) metal enclosures (sometimes referred to as the regeneration stations) containing the Electronics together with the concrete slabs to which the enclosures are attached, (vii) auxiliary generators, batteries, battery-charging equipment, telephone equipment and other related equipment used on the Closing Date by Lessee on the Right of Way, and (viii) any other property the title to which vests in Lessor pursuant to the terms of the Lease; provided, that with respect to that portion of the Facility which is subject to the Centel Agreement (as defined below) the term Facility shall mean only the Lessee's interest in the items described in clauses (i) through (viii) above. The Facility specifically excludes (i) the Electronics and (ii) the green sheath containing eight fibers and such eight fibers which are owned by Central Telephone Company (of Nevada) pursuant to the Telecommunications Agreement dated October 10, 1986, between Central Telephone Company (of Nevada) and the Lessee (the "Centel Agreement") and which lie between a point approximately 24.0 kilometers north of the North Three Central Office in Las Vegas, Nevada and a point near Stateline, Nevada with a total length of approximately 125.7 kilometers, as more fully described in the Centel Agreement.

"Fair Market Rental Value" shall mean at any time, with respect to the Facility or any part thereof, the fair market rental value thereof at such time as determined by agreement between Lessor and Lessee or, if requested by either of such parties, by the Appraisal Procedure. Fair Market Rental Value shall be equal to the rental value of the Facility or such part, as the case may be, for a specified period that would be obtained in an arm's-length transaction between an informed and willing lessor under no compulsion to lease and an informed and willing lessee-user (other than a lessee currently in possession), which determination shall be made on the assumption that the Facility or such part is free and clear of all Liens (other than Lessor Liens) and is in the condition and repair required under Section 7 of the Lease, and shall be calculated at the higher of (i) the fair market rental value thereof at its existing location on the assumption that the lessee-user has the right to use the Facility and the necessary ancillary rights in connection with the operation thereof that are comparable to the rights provided for in the Property Rights Agreement and the Support Agreement, subject, however, to the payment of the charges provided for in the Property Rights Agreement and the Support Agreement for such ancillary rights, and (ii) the fair market rental value thereof at any place other than at its existing location after deduction of all costs and expenses of dismantling, removal, delivery and reconstruction thereof.

"Fair Market Sale Value" shall mean at any time, with respect to the Facility or any part thereof, the fair market sale value thereof at such time as determined by agreement between Lessor and Lessee or, if requested by either of such parties, by the Appraisal Procedure. Fair Market Sale Value shall be equal to the sale value of the Facility or such part, as the case may be, that would be obtained in an arm's-length transaction between an informed and willing seller under no compulsion to sell and an informed and willing buyer-user (other than a buyer currently in possession), which determination shall be made on the assumption that the Facility or such part, as the case may be, is free and clear of all Liens (other than Lessor Liens) and is in the condition and repair required under Section 7 of the Lease, and shall be calculated at the higher of (i) the fair market sale value thereof at its existing location, on the assumption that the buyer-user has the right to use the Facility and the necessary ancillary rights in connection with the operation thereof that are comparable to the rights provided for in the Property Rights Agreement and the Support Agreement, subject, however, to the payment of the charges provided for in the Property Rights Agreement and the Support Agreement for such ancillary rights, and (ii) the fair market sale value thereof at any place other than at its existing location, after deduction of all costs and expenses of dismantling, removal, delivery and reconstruction thereof; provided, however, that notwithstanding the foregoing provisions of this definition, the determination of Fair Market Sale Value for the purpose of Section 9(a) or 18(d) of the Lease shall be based on the actual condition of the Facility or part thereof at the time of such determination and shall take into account any legal impediments to the prompt transfer of title to the Facility or such part.

"Governmental Authority" shall mean any federal, state, county, municipal, local, territorial, or other governmental department, court, commission, board, bureau, agency, taxing authority or instrumentality, domestic or foreign.

"Guarantor" shall mean The Williams Companies, a Nevada corporation, and its successors and, to the extent permitted by the Guaranty Agreement, its assigns.

"Guaranty Agreement" shall mean the Guaranty Agreement dated as of April 15, 1987 by the Guarantor for the benefit of the Owner Trustee, the Owner Participant, the Loan Participants and the Indenture Trustee, substantially in the form of Exhibit D to the Participation Agreement, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Indenture and the Participation Agreement.

"Highest Lawful Rate" shall mean, in the case of any holder of a Loan Certificate, the maximum legal rate of interest which such holder is permitted to contract for, charge or receive under applicable law and as to which the Owner Trustee could not successfully assert a claim or defense of usury.

"Indemnified Person" shall mean each of the Participants, the Indenture Trustee, in its individual capacity and as Indenture Trustee under the Trust Indenture, the Owner Trustee in its individual capacity and as Owner Trustee under the Trust Agreement, the Trust Estate, the Indenture Estate, and the respective successors, assigns, officers, directors, servants or agents of any thereof and any Affiliate of any of the foregoing.

"Indenture" shall mean the Indenture, Deed of Trust, Assignment of Rents, Security Agreement and Fixtures Filing as of April 15, 1987 between the Owner Trustee and the Indenture Trustee, substantially in the form of Exhibit C to the Participation Agreement, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Indenture and the Participation Agreement.

"Indenture Default" shall mean any event or condition defined as an "Event of Default" under Section 4.01 of the Indenture.

"Indenture Estate" shall mean all estate, right, title and interest of the Indenture Trustee in and to the Facility and the Right of Way and in, to and under the Lease, the Guaranty Agreement, the Property Rights Agreement, the Support Agreement and the Bill of Sale, including without limitation, all properties referred to in the Granting Clause of the Indenture including all amounts of Basic Rent, Supplemental Rent, insurance proceeds (other than Excess Insurance) and requisition and other payments of any kind for or with respect to the Facility, but excluding Excepted Payments.

"Indenture Trustee" shall mean The Connecticut Bank and Trust Company, National Association, a national banking association, in its capacity as Indenture Trustee under the Indenture, and its successors as Indenture Trustee thereunder.

"Indenture Trustee Office" shall mean the office of The Connecticut Bank and Trust Company, National Association at One Constitution Plaza, Hartford, Connecticut 06115, Attention: Corporate Trust Department.

BOOK 361 PAGE 484

# 275485

"Intended Use" shall mean the use of the Facility in commercial operation on a continuing basis for the functions for which the Facility was specifically designed, taking into account normal wear and tear.

"Interim Rent" shall mean the aggregate rent payable pursuant to Section 3(a) of the Lease for the Interim Term.

"Interim Term" shall mean the period beginning on the Closing Date and ending on (but not including) the Commencement Date.

"IRS" shall mean the Internal Revenue Service or any successor agency or other office or official of the United States at the time administering the Code.

"L/C Amounts" shall mean the amounts set forth in Schedule II to the Participation Agreement.

"L/C Bank" shall mean Canadian Imperial Bank of Commerce or another Approved Bank issuing the Letter of Credit.

"Lease" shall mean the Lease Agreement dated as of April 15, 1987, between the Owner Trustee and the Lessee, pertaining to the leasing of the Facility by the Owner Trustee to Lessee, substantially in the form of Exhibit B to the Participation Agreement, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Indenture and the Participation Agreement.

"Lease Default" shall mean an Event of Default under the Lease or an event or a condition that, with notice or lapse of time or both, would become such an Event of Default.

"Lease Event of Default" shall mean an Event of Default under the Lease.

"Lessee" shall mean Williams Telecommunications Company, a Delaware corporation, and its successors and, to the extent permitted by the Lease and the Participation Agreement, its assigns thereunder and sublessees.

"Lessor" shall mean the Owner Trustee as lessor under the Lease and, to the extent permitted by the Lease and the Participation Agreement, its successors and assigns.

"Lessor Liens" shall mean the Liens that Lessor in its individual capacity or Owner Participant is required to discharge pursuant to Section 6.01 of the Participation Agreement.

"Lessor's Cost" shall mean \$76,500,000 representing the purchase price of the Facility paid by the Owner Trustee to Lessee on the Closing Date, as set forth in the Acceptance Certificate.

"Letter of Credit" shall mean the Letter of Credit substantially in the form of Exhibit I to the Participation Agreement, any renewal thereof and any replacement letter of credit in substantially such form and meeting the requirements of Section 6.16 of the Participation Agreement.

"Lien" shall mean any lien, mortgage, deed of trust, encumbrance, pledge, charge, lease, easement, servitude, or other security interest of any kind.

"Loan Certificates" shall mean the Series A-1 Loan Certificates and the Series B-1 Loan Certificates issued to the initial Loan Participants on the Closing Date to evidence its loans to the Owner Trustee on the Closing Date and all Loan Certificates issued upon the transfer of or substitution for such Loan Certificates in accordance with Section 2.10 or 2.11 of the Indenture, each Series A-1 Loan Certificate to be substantially in the form set forth in Appendix B-1 to the Indenture and to bear interest at the rates and to be payable as to principal and interest as set forth in such form and in the Indenture, and each Series B-Loan Certificate to be substantially in the form set forth in Exhibit B-2 to the Indenture and to bear interest at the rates and to be payable as to principal and interest as set forth in such form and in the Indenture.

"Loan Participants" shall mean the financial institutions listed in Schedule I to the Participation Agreement and their respective successors and assigns.

"Majority in Interest of Certificate Holders" as of a particular date of determination shall mean the holders of not less than 66-2/3% in aggregate unpaid principal amount of all unpaid indebtedness evidenced by the Loan Certificates at the time outstanding, excluding any Loan Certificate then held by the Owner Participant or the Owner Trustee (unless the Owner Participant or the Owner Trustee shall hold all Loan Certificates) or the Lessee or Guarantor (or an Affiliate of any thereof).

"Majority in Interest of Participants" as of a particular date of determination shall mean (i) a Majority in Interest of Certificate Holders, and (ii) the Owner Participant; provided, however, that during any period during which an Indenture Default shall have occurred and be continuing, "Majority in Interest of Participants" shall have the same meaning as "Majority in Interest of Certificate Holders."

"Net Economic Return" shall mean the Owner Participant's after-tax yield (as computed using the Multiple Investment Sinking Fund Method), internal rate of return (as determined by the Owner Participant), earnings (determined in accordance with FASB 13) and aggregate after-tax cash flows computed by the Owner Participant on the date the Participation Agreement is executed on the basis of the assumptions set forth in Exhibit J to the Participation Agreement and in Section 1 of the Tax Indemnification Agreement.

"1954 Code" shall have the meaning set forth above in the definition of "Code".

"Non-Removable Improvement" shall have the meaning set forth in Section 9(b) of the Lease.

"Note" shall mean a promissory note of the Guarantor to be delivered pursuant to Section 6.16 of the Participation Agreement, substantially in the form of Exhibit M to the Participation Agreement.

"Officer's Certificate" shall mean, with respect to any corporation or national banking association, a certificate signed by the President, any Vice President, the Secretary or any Assistant Secretary, and the Treasurer, any Assistant Treasurer, the Cashier, or any Assistant Cashier of such corporation or national banking association or by any other officer authorized to execute and deliver contracts on behalf of such corporation and any financial officer of such corporation and, with respect to any other entity, a certificate signed by any two individuals generally authorized to execute and deliver contracts on behalf of such entity.

"Other Services" shall mean Support Services other than Contract Services or Special Services.

"Overall Transaction" shall mean all the transactions and activities referred to in or contemplated by the Basic Agreements.

"Owner Participant" shall mean Ford Motor Credit Company, a Delaware corporation, and also shall include any Person to which such corporation (or any successor) shall transfer its right, title and interest in and to the Trust Estate and the Basic Agreements in accordance with Section 12 of the Participation Agreement.

"Owner Trustee" shall mean, collectively, Wilmington Trust Company, a Delaware banking corporation, and William J. Wade, an individual, in their capacities as trustees under the Trust Agreement, and their respective successors

as trustees and where expressly provided, in their individual capacities.

"Participants" shall mean the Owner Participant and the Loan Participants.

"Participation Agreement" shall mean the Participation Agreement dated as of April 15, 1987 among Lessee, the Owner Participant, the institutions identified therein as the Loan Participants, the Owner Trustee (not in its individual capacity except as expressly provided therein, but solely as Owner Trustee) and the Indenture Trustee (in its individual capacity and as Indenture Trustee), as the same may from time to time be amended, modified or supplemented in accordance with the terms thereof.

"Past Due Rate" shall mean the lesser of (a) the Highest Lawful Rate and (b) a rate per annum equal to 2% plus the higher of (x) the weighted average interest rate at the time payable on the Loan Certificates then outstanding or (y) the Base Rate.

"Percentages" shall have the meaning set forth in Section 10.01(a) of the Participation Agreement.

"Permitted Liens" shall have the meaning set forth in Section 14(d) of the Lease.

"Person" shall mean any individual, corporation, partnership, joint venture, association, joint-stock company, trust, non-incorporated organization, or government, or any agency or political subdivision thereof.

"Primary Term" shall mean the period beginning on the Commencement Date and ending on (and including) July 14, 2007.

"Property Rights" shall mean the rights conferred or intended to be conferred upon Lessor in the Right of Way pursuant to the Property Rights Agreement and the services, undertakings and obligations to be provided to or performed for the Lessor under the Support Agreement.

"Property Rights Agreement" shall mean the Property Rights Agreement dated as of April 27, 1987 between the Lessee and the Owner Trustee, substantially in the form of Exhibit F to the Participation Agreement, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Indenture and the Participation Agreement.

"Regulations" shall mean the Treasury Regulations, as amended from time to time, promulgated under the Code by the Treasury Department of the United States.

"Related Person" shall mean a successor, assign, officer, director, servant, agent or Affiliate of the specified Person.

"Renewal Term" shall mean each of the periods after the end of the Primary Term with respect to which the Lessee shall exercise its option to renew the Lease pursuant to Section 13 of the Lease, or such shorter period as may result from the termination of the Lease as provided in the Lease.

"Rent" shall mean, collectively, Interim Rent, Basic Rent and Supplemental Rent.

"Rent Payment Date" shall mean (i) with respect to the Interim Term, July 15, 1987, (ii) with respect to the Primary Term, each January 15 and July 15 in each year, commencing January 15, 1988 and ending on and including July 15, 2007; and (iii) with respect to any Renewal Term, each semiannual anniversary of the date immediately preceding the first day of such Renewal Term, including the last day of such Renewal Term.

"Rental Period" shall mean (i) the period commencing on the Closing Date and ending on (but not including) the Commencement Date and (ii) the period commencing on (and including) the Commencement Date and ending on (and including) January 14, 1988, and each of the subsequent six-month periods throughout the Term, such subsequent periods commencing on (and including) July 15 or January 15, as the case may be, and ending on (and including) the next succeeding July 14 or January 14, as the case may be.

"Responsible Officer" shall mean, with respect to the subject matter of any covenant, agreement or obligation of the Lessee or of the Owner Participant contained in any Basic Agreement, an Assistant Treasurer, Assistant Secretary, Treasurer, Secretary, Vice President, President, Chairman or other officer performing similar functions of the Lessee or of the Owner Participant, as the case may be, who in the normal performance of his operational responsibility would have knowledge of such matter and the requirements with respect thereto.

"Return Value" shall mean, with respect to the Facility, the excess of (i) the amount that would be obtained by dismantling, removing and selling the Facility, following such commercially feasible procedures as an owner of a similar facility would follow in order to achieve the highest Resale Value, taking into account only such components of the Facility as it is commercially feasible to dismantle, remove and resell, over (ii) the cost of dismantling, removing and delivering the Facility (or such



components of the Facility as can be commercially resold as aforesaid) for the purposes of such sale. Resale value, for purposes of determining Return Value, shall be equal to the sale value of the Facility (or such components) that would be obtained in an arm's-length transaction between an informed and willing seller under no compulsion to sell and an informed and willing buyer, which determination shall be made on the assumption that the Facility (or such components) is free and clear of all Liens (other than Lessor Liens). Return Value shall be determined by agreement between Lessor or Lessee or, if requested by either of such parties, by the Appraisal Procedure.

"Right of Way" shall mean the interests of the Lessee in or with respect to real property described in Annex B to the Property Rights Agreement.

"Series A-1 Loan" shall mean the secured loan made by the Loan Participants to the Owner Trustee pursuant to Section 3.01(a)(i) of the Participation Agreement.

"Series A-1 Loan Certificate" shall mean a Senior Secured Loan Certificate substantially in the form of Appendix B-1 to the Indenture.

"Series B-1 Loan" shall mean the secured loan made by the Loan Participants to the Owner Trustee pursuant to Section 3.01(a)(ii) of the Participation Agreement.

"Series B-1 Loan Certificate" shall mean a Senior Secured Loan Certificate substantially in the form of Appendix B-2 to the Indenture.

"Services Commencement Date" shall mean the first to occur of the date on which the Term of the Lease expires, the date on which the Lease is terminated pursuant to the terms of the Lease, the date on which an Event of Default described in Section 17(vi) or 17(vii) of the Lease occurs and the date on which the Lessor begins to exercise remedies under Section 18 of the Lease.

"Shirt-Tail Period" shall mean the period commencing on Services Commencement Date and ending on the date on which the Property Rights Agreement shall terminate pursuant to Section 5 thereof.

"Special Event of Termination" shall mean the delivery of notice to Lessee from the Owner Participant to the effect that Lessor or the Owner Participant (or any Affiliate of either), solely by reason of (i) the legal or beneficial ownership of the Facility or any part thereof by Lessor or the Owner Participant, or (ii) the lease of the Facility to Lessee under the Lease or (iii) any of the other

transactions contemplated by the other Basic Agreements, is deemed by any Governmental Authority having jurisdiction to be subject to regulation as a "public utility" or "carrier" under Applicable Laws, in a manner and to an extent determined in good faith by the Executive Vice President - Diversified Operations, the Vice President and General Counsel and a Vice President of the Owner Participant to be materially burdensome to the Owner Participant (it being understood that routine reporting requirements and the possible exercise by a Governmental Authority of emergency powers and the like shall not constitute a materially burdensome event), except that if Lessee, at its sole cost and expense, is contesting diligently and in good faith any action by any Governmental Authority that would otherwise constitute a Special Event of Termination under this definition, such Special Event of Termination shall be deemed not to have occurred so long as (a) such contest does not involve any danger of the foreclosure, sale, forfeiture or loss of, or the creation of any Lien on, the Facility or any part of any thereof or any interest in any thereof, (b) such contest does not adversely affect the Facility, the Right of Way or the Property Rights or any part thereof or any other property, assets or rights of Lessor or the Owner Participant (or any Affiliate of either) or the Lien of the Indenture thereon, (c) Lessee shall, if requested, have furnished Lessor, the Owner Participant, the Indenture Trustee and each holder of a Loan Certificate with an opinion of independent counsel satisfactory to each such Person to the effect that there exists a reasonable basis for contesting such determination, (d) such determination shall be effectively stayed or withdrawn during such contest (and shall not be subject to retroactive application at the conclusion of such contest) in a manner satisfactory to Lessor and the Owner Participant and (e) Guarantor shall have provided Lessor and the Owner Participant indemnity satisfactory to each such Person for any liability or loss that either such Person may incur as a result of Lessee's contest.

"Special Services" shall mean, at any time during the Shirt-Tail Period, materials, supplies or services that Lessee can provide, and that are impossible or not commercially feasible for other Persons to provide, to Lessor at such time, including (but not limited to) (i) providing (or sharing) interconnection and similar services between the Facility and other telecommunications facilities (whether or not based on fiber optics) owned by Persons other than Lessor or its Affiliates and (ii) making available to Lessor, for emergency or replacement use, any alternative innerduct or similar conduit facilities within the Right of Way.

BOOK 361 PAGE 491

# 275485

"Stipulated Loss Value" shall mean, as of any particular Rent Payment Date, the amount determined by multiplying Lessor's Cost by the Stipulated Loss Value percentage specified in Schedule III to the Lease opposite such Rent Payment Date, subject to adjustment in accordance with Section 3(c) of the Lease and Section 8 of the Tax Indemnification Agreement; provided, however, that Stipulated Loss Value shall be, under any circumstances and in any event, in an amount which, together with any Basic Rent payable on such date, is at least sufficient to pay in full as of the day of payment thereof the aggregate unpaid principal amount of and premium, if any, on all Loan Certificates outstanding as of such day of payment, together with accrued interest thereon to such day of payment.

"Supplemental Rent" shall mean any and all amounts, liabilities and obligations, other than Interim Rent and Basic Rent, that Lessee assumes or agrees to pay hereunder or under the Participation Agreement, the Lease or the Tax Indemnification Agreement to Lessor or others, including (without limitation) (i) payments of Stipulated Loss Value and Termination Value, (ii) all amounts required to be paid by Lessee under the agreements, covenants and indemnities contained in the Participation Agreement and the Tax Indemnification Agreement, (iii) any interest payable with respect to overdue payments of Basic Rent or Supplemental Rent, and (iv) any premium payable in connection with the prepayment of the Loan Certificates.

"Support Agreement" shall mean the Support Agreement dated as of April 15, 1987 between the Owner Trustee and the Lessee, substantially in the form of Exhibit G to the Participation Agreement, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Indenture and the Participation Agreement.

"Support Services" shall mean the services, undertakings and obligations to provide services to be provided or performed by Lessee under the Support Agreement, including Contract Services, Special Services and Other Services.

"Tax Indemnification Agreement" shall mean the Tax Indemnification Agreement dated as of April 15, 1987 between Lessee and the Owner Participant, substantially in the form of Exhibit K to the Participation Agreement, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Indenture and the Participation Agreement.

"Taxes" shall have the meaning set forth in Section 8.01 of the Participation Agreement.

"Term" shall mean the Interim Term, the Primary Term and, if the Lease is renewed pursuant to Section 13 of the Lease, the Renewal Term.

"Termination Date" shall have the meaning set forth in Section 11(a) of the Lease.

"Termination Value" shall mean, as of any particular Rent Payment Date, the amount determined by multiplying Lessor's Cost by the Termination Value percentage specified in Schedule II to the Lease opposite such Rent Payment Date, subject to adjustment in accordance with Section 3(c) of the Lease and Section 8 of the Tax Indemnification Agreement; provided, however, that Termination Value shall be, under any circumstances and in any event, in an amount which, together with any Basic Rent payable on such date, is at least sufficient to pay in full as of the day of payment thereof the aggregate unpaid principal amount of, and premium, if any, on, all Loan Certificates outstanding as of such day of payment, together with accrued interest thereon to such day of payment.

"Transaction Expenses" shall mean the fees, expenses, disbursements and costs incurred in connection with the preparation, execution and delivery of the Basic Agreements, the purchasing and leasing of the Facility by Lessor and including, without limitation:

(a) the reasonable fees, expenses and disbursements of the counsel referred to in Section 4.02 of the Participation Agreement, and any other counsel or special counsel for any of the parties thereto for services rendered in connection with any such transactions by any of such counsel;

(b) the fees, expenses and disbursements of the Owner Trustee and the Indenture Trustee incurred on or prior to the Closing Date in connection with such transactions;

(c) the fees of the appraisers referred to in Section 4.02(y) of the Participation Agreement; and

(d) all other expenses in connection with such transactions including any placement fees, commitment fees of Participants, printing, word processing and other document reproduction and distribution expenses and all fees, taxes and other charges payable in connection with the sale of the Facility and recording or filing of instruments and financing statements described in the Participation Agreement or required pursuant to the provisions of the Indenture; and

(e) the fee of Salomon Brothers Inc for services rendered in connection with the Overall Transaction.

"Trust Agreement" shall mean the Trust Agreement dated as of April 15, 1987 between the Owner Participant and the Owner Trustee, substantially in the form of Exhibit H to the Participation Agreement, as the same may be amended, modified or supplemented from time to time in accordance with the provisions thereof and of the Indenture and the Participation Agreement.

"Trust Estate" shall have the meaning set forth in Section 2.02 of the Trust Agreement.

"Wilmington Trust Company" shall mean Wilmington Trust Company, a Delaware banking corporation.

"William J. Wade" shall mean William J. Wade, an individual.