

said lessee for the sole and only purpose of mining and operating for oil and gas and of laying of pipe lines, and of building tanks, powers, stations and structures thereon to produce, save and take care of said products, all that certain tract of land situate in the county of Sublette, State of Wyoming, described as follows to-wit:

SE $\frac{1}{4}$ - SW Sec. 20, S $\frac{1}{2}$ - SE $\frac{1}{4}$ Sec 20, NW $\frac{1}{4}$ - NE $\frac{1}{4}$ Sec. 29, NE $\frac{1}{4}$ - NE $\frac{1}{4}$ Sec. 29, S $\frac{1}{2}$ - NW $\frac{1}{4}$ Sec. 19, NW $\frac{1}{4}$ - SE Sec. 29, SW $\frac{1}{4}$ - SE $\frac{1}{4}$ Sec. 29, N $\frac{1}{2}$ - NE $\frac{1}{4}$ Sec. 31, Twp. 34 N. R. Range 113 West of 6th P. M. SE $\frac{1}{4}$ - NE $\frac{1}{4}$ Sec. 31, NW $\frac{1}{4}$ - NE $\frac{1}{4}$ Sec. 31 N $\frac{1}{2}$ - SE $\frac{1}{4}$ Sec. 31, SE $\frac{1}{4}$ - SE $\frac{1}{4}$ Sec. 31, W $\frac{1}{2}$ - SW $\frac{1}{4}$ Sec. 21, NE $\frac{1}{4}$ - SW $\frac{1}{4}$ Sec. 21, NW $\frac{1}{4}$ - SE $\frac{1}{4}$ Sec. 21, SE $\frac{1}{4}$ - NE $\frac{1}{4}$ Sec. 21, Twp. 34 N. R. Range 113 West of 6th P. M. W $\frac{1}{2}$ - NW $\frac{1}{4}$ Sec. 22, NE $\frac{1}{4}$ - NW $\frac{1}{4}$ Sec. 22, S $\frac{1}{2}$ - SW Sec. 15, W $\frac{1}{2}$ - SE Sec. 15, All in Twp. 34 N. R. Range 113 West 6th P. M. Also Homestead Entry of Albert Snider containing 640 a. in Sections 20, 21, 22 and 28. All in Twp. 34 N. R. Range 113 West 6th P. M. Total acreage in all 1760 acres

of Section - - - , Township 34, Range 113, and containing 1760 acres more or less.

It is agreed that this lease shall remain in force for a term of twenty years from this date, and as long thereafter as oil or gas, or either of them, is produced from said land by the lessee.

In consideration of the premises the said lessee covenants and agrees:

1. To deliver to the credit of lessor, free of cost, in the pipe line to which he may connect his wells, the equal one-eighth part of all oil produced and saved from the leased premises.
2. To pay the lessor Five Dollars each year, in advance, for the gas from each well where gas only is found, while the same is being used off the premises, and lessor to have gas free of cost from any such well for stoves and - - - inside lights in the principal dwelling house on said land during the same time by making his own connections with the well at - - - own risk and expense.
3. To pay lessor for gas produced from any oil well and used off the premises at the rate of Five Dollars, per year, for the time during which such gas shall be used, said payments to be made each three months in advance.

If no well be commenced on said land on or before the 22nd day of June, 1947, this lease shall terminate as to both parties, unless the lessee on or before that date shall pay or tender to the lessor, or to the lessor's credit in the State Bank of Big Piney at Big Piney, Wyoming or its successors, which shall continue as the depository regardless of changes in the ownership of said land, the sum of - - - - Dollars, which shall operate as a rental and cover the privilege of deferring the commencement of a well for 12 months from said date. In like manner and upon like payments or tenders the commencement of a well may be further deferred for like periods of the same number of months successively. And it is understood and agreed that the consideration first recited herein, the down payment, covers not only the privilege granted to the date when said first rental is payable as aforesaid, but also the lessee's option of extending that period as aforesaid, and any and all other rights conferred.

Should the first well drilled on the above described land be a dry hole, then, and in that event, if a second well is not commenced on said land within twelve months from the expiration of the last rental period for which rental has been paid, this lease shall terminate as to both parties, unless the lessee on or before the expiration of said twelve months shall resume the payment of rentals in the same amount and in the same manner as herein before provided and it is agreed that upon the resumption of the payment of rentals, as above provided, that the last preceding paragraph hereof, governing the payment of rentals and the effect thereof, shall continue in force just as though there had been no interruption in the rental payments.

If said lessor owns a less interest in the above described land than the entire and undivided fee simple estate therein, then the royalties and rentals herein provided for shall be paid the said lessor only in the proportion which her interest bears to the whole and undivided fee.

Lessee shall have the right to use, free of cost, gas, oil and water produced on said land for his operations thereon except water from wells of lessor.

When requested by lessor, lessee shall bury his pipe line below plow depth.

No well shall be drilled nearer than 200 feet to the house or barn now on said premises without the written consent of lessor.

Lessee shall pay for damages caused by his operations to growing crops on said land.

Lessee shall have the right at any time to remove all machinery and fixtures placed on said premises including the right to draw and remove casing.

If the estate of either party hereto is assigned--and the privilege of assigning in whole or in part is expressly allowed--the covenants hereof shall extend to their heirs, executors, administrators, successors or assigns, but no change in ownership of the land or assignment of rentals or royalties shall be binding on the lessee until after the lessee has been furnished with a written transfer or assignment or a true copy thereof; and it is hereby agreed that in the event this lease shall be assigned as to a part or as to parts of the above described lands and the assignee or assignees of such part or parts shall fail or make default in the payment of the proportionate part of the rentals due from him or them, such default shall not operate to defeat or affect this lease in so