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(d) ROYALTY. - To pay lessor a royalty of Five per cent (5%) of the gross value of the output at the mine of uranium and associated minerals herein leased. The lessor reserves the right, if it may so elect, to increase the above royalty rate at the expiration of the first 3 years.

(e) MONTHLY PAYMENTS AND STATEMENTS. - To make payment in full on or before the twentieth (20th) day of the calendar month succeeding the month of production for all said minerals mined from the land, and to furnish sworn monthly statements therewith showing in tons or cubic yards, or such other measure of quantity as may be pertinent, the amount of all material mined, and such other information as may be called for in the form of reports prescribed by the lessor. These statements are to be subject to verification by examination of the books and records of the lessee.

(f) WORKINGS. - (a) That all mining operations and workings shall be conducted in such a manner so as to remove all valuable deposits so far as is economically possible; that all shafts, inclines, and tunnels shall be well timbered (when good mining practice requires timbering); that all underground timbering placed in, the mines and necessary to the preservation of the property and safety of the workmen shall be kept in good condition and repair and at no time shall such timbering be removed unless all of the valuable ore has been removed and such removal will in no way or manner interfere with or prevent future mining operations in the land; that at the expiration of this lease, or earlier termination thereof, all underground timberings shall become the property of the lessor without compensation therefor to the lessee; that all parts or workings when the ore is not exhausted and for good reasons not being worked shall be kept free of water and debris; that underground workings will be protected against fire and flood, and creeps and squeezes will be checked without delay, and to leave such pillars as may be necessary to support the cover and protect the slopes, air courses, manways, and hauling roads.

(b) That all open or strip mining operations shall be conducted so as to remove all valuable minerals in the deposits worked; that all material removed shall, as mining progresses, be returned to the original pit and leveled unless consent of the lessor is otherwise obtained, so that at the expiration, surrender, or termination of the lease, the land will approximate its previous configuration and with a minimum of permanent damage to the surface; that all roads and bridges built and necessary to the mining operations on the land shall upon expiration, forfeiture or surrender of the said lease become the property of the lessor.

(g) MAPS AND REPORTS. - On the first of each calendar year to furnish the Commissioner of Public Lands with two prints of a map of the leased land showing the location, depth, and results of all prospect holes or pits sunk, roads and bridges constructed, improvements made, and the location and extent of excavations from which material has been removed, together with thickness of the deposits of uranium and associated minerals, at twenty foot intervals plotted therein; and to make such other reports pertaining to the production and operations by the lessee as may be called for by the lessor.

(h) TAXES AND WAGES. - FREEDOM OF PURCHASE. To pay, when due, all taxes lawfully assessed and levied under the laws of the State of Wyoming upon improvements and values produced from the land hereunder, or other rights, property or assets of the lessee; to accord all workmen and employees complete freedom of purchase, and to pay all wages due workmen and employees at least once each month in lawful money of the United States or at such lesser period as may be provided by State or Federal laws.

(i) STATUTORY REQUIREMENTS AND REGULATIONS. - To comply with all state statutory requirements and valid regulations thereunder.

(j) ASSIGNMENT OF LEASE. - MINING AGREEMENTS. (1) Not to assign this lease or any interest therein, nor sub-let any portion thereof, except with the consent in writing of the lessor first had and obtained.

(2) To submit a signed copy of any mining agreement entered into affecting the possessory title to any of the land hereby leased for approval by the lessor.

(3) All overriding royalties to be valid must have the approval of the Board and be recorded with the lease. The Board reserved the right of disapproval of such overriding royalties to the extent, in its opinion, they become excessive and hence are detrimental to the proper development of the leased lands.