

from December 1, 1965, said interest being payable annually, with the first such interest being due and payable on December 1, 1966. Final payment of the balance of the entire indebtedness, including interest, if not sooner paid, shall be due and payable on December 1, 1980.

It is expressly understood and agreed that the Purchasers may on or after December 1, 1975, (but not prior thereto), and without the payment of any premium, fee or penalty, pay the entire indebtedness then owing, together with accrued interest, or may, on December 1, 1975, or at any time thereafter, make payments in addition to those hereinabove provided, it being understood that such larger payments shall be applied upon the payment or payments next to become due after the date of such larger payment or payments, and the making of such larger payments shall not in any way accelerate the due date of any payment provided for herein. If such larger payments are made, and the excess is credited upon the principal amount of this agreement, there shall be no default with respect to either principal or interest so long as the total balance, both principal and accrued interest, shall be no more than such balance would have been at that time if the regular payments had been made, as provided for herein.

It is further understood and agreed that general property taxes for the year 1960 shall be prorated between the Sellers and the Purchasers as of June 1, 1960, but that the Purchasers shall pay all taxes and assessments of whatsoever kind or nature which shall hereafter be levied or assessed against the above described real property. Taylor Grazing Act fees for the year 1960 have been paid by the Sellers, but all such fees for future years shall be paid by the Purchasers. If the Purchasers shall fail to promptly pay all taxes, assessments or fees, or any other amounts which they are required to pay under the provisions of this agreement, then and in such case the Sellers may, at their option, pay the same and shall have the right at any time to collect from the Purchasers the amount or