

STATE OF WYOMING)
(ss.
COUNTY OF LINCOLN)

I, Ivan S. Jones, a Notary Public within and for said County, in the State aforesaid, do hereby certify that said C. Ed Lewis, personally known to me to be the person whose name is subscribed to the annexed instrument, appeared before me this day in person and acknowledged that he signed, sealed and delivered the said instrument of writing as his free and voluntary act for the uses and purposes therein set forth.

My commission expires on the 11th day of March, 1939.

Given under my hand and seal this 3rd day of February, 1937.

(NOTARIAL SEAL)

Ivan S. Jones, Notary Public

No. 18010

LEASE

Al Osterhout, et ux

THE STATE OF WYOMING)
County of Sublette)

This instrument was filed for record in my office at 4:00 o'clock P. M., on the 6th day of May, 1937 and duly recorded in Book 1 of Oil and Gas Leases, on Page 31.

To

C. Ed. Lewis

*Notice of Termination
Bk. 8 of M. - P. - 301*

Fees, \$3.95

C. C. FELTNER, County Clerk
By Lillian C. Rider, Deputy

THIS LEASE, made and entered into this First day of February, 1937, by and between AL OSTERHOUT and SADIE OSTERHOUT, his wife, of Big Piney, Sublette County, Wyoming, hereinafter called "Lessor" (whether one or more), and C. ED. LEWIS, of the City and County of San Francisco, California, hereinafter called "LESSEE."

W I T N E S S E T H

That Lessor, for and in consideration of the sum of One Dollar (\$1.00) in hand well and truly paid by Lessee, the receipt of which is hereby acknowledged, and of the covenants and agreements hereinafter contained on the part of Lessee to be paid, kept and performed, has granted, demised, leased and let, and by these presents does grant, demise, lease and let unto Lessee, his successors or assigns exclusively, for the sole purpose of drilling, operating for, producing, extracting, treating, removing and marketing oil, gas, natural gasoline and other hydrocarbon substances therefrom, all that certain real property in the County of Sublette, State of Wyoming, described as follows, to-wit:

Southwest Quarter (SW $\frac{1}{4}$) of Southeast Quarter (SE $\frac{1}{4}$), the Northeast Quarter (NE $\frac{1}{4}$) of Southwest Quarter (SW $\frac{1}{4}$), and South Half (S $\frac{1}{2}$) of Southwest Quarter (SW $\frac{1}{4}$) of Section 27; the Southeast Quarter (SE $\frac{1}{4}$) of Section 28; the Northeast Quarter (NE $\frac{1}{4}$) of Northwest Quarter (NW $\frac{1}{4}$) and North Half (N $\frac{1}{2}$) of Northeast Quarter (NE $\frac{1}{4}$) of Section 33; the North Half (N $\frac{1}{2}$) of Northeast Quarter (NE $\frac{1}{4}$), the Northeast Quarter (NE $\frac{1}{4}$) of Northwest Quarter (NW $\frac{1}{4}$) and Southwest Quarter (SW $\frac{1}{4}$) of Northwest Quarter (NW $\frac{1}{4}$) of Section 34, all in Township 31 North, Range 113 West, Sixth P. M., and containing Six Hundred (600) acres, more or less;

together with the right to establish and maintain on said premises such tanks, boilers, houses, engines, and other apparatus and equipment, power lines, pipe lines, roads, and other appurtenances which may be necessary or convenient (except refinery or gasoline compression plant,) in the production, treatment, storage and/or transportation of any and all of said products from and on said property.

It is agreed that this lease shall remain in force for the term of eight (8) years from this date, and so long thereafter as oil and gas or either of them is produced therefrom by Lessee, his successors or assigns, in sufficient quantities deemed paying by Lessee.

In consideration of the premises, Lessee covenants and agrees:

- (1) To pay to Lessor as royalty the equal one-eighth (1/8) part of the value of all oil produced and saved from the demised premises at the published purchase price paid to producers generally at the well in the district in which the premises are located for oil of like gravity on the day the oil is run into the pipe line or tank. Lessor shall have the option to exercise not oftener than once in any one calendar year, upon sixty (60) days previous written notice, to take his oil in kind, in which event Lessee shall furnish thirty (30) days free storage therefor.
- (2) To pay to Lessor as royalty one-eighth (1/8) of the net proceeds derived from the sale of gas from said property while same is being sold or used off the premises.
- (3) If casinghead gasoline is manufactured on the demised premises or elsewhere by Lessee from gas produced from said property, to pay Lessor one-eighth (1/8) of the proceeds from the sale of said gasoline less the entire cost of gathering, manufacturing, handling, and selling the same.
- (4) To commence drilling operations on a test well at a location to be selected by Lessee at a point within five (5) miles of the exterior boundaries of the demised premises, on or before May 5, 1937, and to prosecute said drilling with due diligence until said well has reached a depth of 6,000 feet unless oil or gas in commercial quantities is encountered at a lesser depth.

affidavit & notice Feb 4 1937 - 555