

WITNESS the following signatures and seals, the day and year first above written.

Signed, sealed and delivered
in the presence of:

P. C. Hagenstein

P. C. Hagenstein

STATE OF WYOMING)
)SS.
County of Sublette)

Horace V. Mershon

(SEAL)

LESSOR

J. Gordon Morgan

LESSEE

On this 9 day of November, 1937, before me, P. C. Hagenstein a Notary Public in the state and county aforesaid, personally appeared Horace V. Mershon and J. Gordon Morgan to me known to be the persons described in and who executed the foregoing instrument, and whose names are subscribed thereto, and acknowledged to me that they executed, signed, sealed and delivered said instrument as their free and voluntary act and deed for the uses and purposes therein set forth, including the release and waiver of the right of homestead the said wife having been by me fully apprised of her right and the effect of signing and acknowledging the said instrument.

My Commission expires Feb. 19-1938

(NOTARIAL SEAL)

P. C. Hagenstein, Notary Public

Residing at Pinedale, Wyo.

\$0.50 U. S. DOCUMENTARY STAMP cancelled 4-16-38 0.0.Co.

No. 20025

OIL & GAS LEASE

Wyoming (1143)

Lester Pape, et ux.

THE STATE OF WYOMING)

This instrument was filed for
record in my office at 11:30
o'clock A.M., on the 9th day of
May A.D. 1938, and duly recorded
in Book 1 of Oil & Gas Leases
on page 167.

To

)SS.

County of Sublette)

J. Gordon Morgan

C. C. Feltner, County Clerk.

Fees, \$3.00

THIS AGREEMENT made and entered into this 10th day of November, 1937, by and between Lester Pape and Mary Hillier Pape, his wife, of Sublette County, State of Wyoming, hereinafter called the lessor (whether one or more), whose Post Office address is Daniels, Wyoming, and J. Gordon Morgan, hereinafter called lessee, whose Post Office address is Rawlins, Wyoming, WITNESSETH:

That said lessor for and in consideration of the sum of Ten (\$10.00) Dollars in hand paid by the lessee, the receipt of which is hereby acknowledged, and of the covenants and agreements hereinafter contained on the part of the lessee to be made, kept and performed, has granted, demised, leased and let, and by these presents does grant, demise, lease and let unto the lessee, its successors and assigns, for the purpose of mining and operating for and producing oil, gas and other hydrocarbons and of laying pipe lines, construct tanks, erecting buildings and other structures, and all other rights and privileges necessary, incident, or convenient for the economical operation of said lands, alone or co-jointly with neighboring lands, the following described premises situate in Township 34-North, Range 111-West, County of Sublette, State of Wyoming, to-wit:

Lot 2-(38-98) a, Lot 3-(38.96) a, Lot 4-(38.93) a, the Southwest Quarter of Northeast Quarter (SW $\frac{1}{4}$ NE $\frac{1}{4}$), the West-half of Southeast Quarter (W $\frac{1}{2}$ SE $\frac{1}{4}$), the South-half of Northwest Quarter (S $\frac{1}{2}$ NW $\frac{1}{4}$) and the Southwest Quarter (SW $\frac{1}{4}$) of Section Three (3); Lot 1-(38.85) a, Lot 2-(38.73) a, and South-half of Northeast Quarter (S $\frac{1}{2}$ NE $\frac{1}{4}$), and the Southeast Quarter (SE $\frac{1}{4}$) of Section Four (4); the North-half of North-half (N $\frac{1}{2}$ N $\frac{1}{2}$) of Section Nine (9); the Southwest Quarter of Northeast Quarter (SW $\frac{1}{4}$ NE $\frac{1}{4}$), and Northwest Quarter of Southeast Quarter (NW $\frac{1}{2}$ SE $\frac{1}{4}$), and North-half of Southwest Quarter (N $\frac{1}{2}$ SW $\frac{1}{4}$), and the Northwest Quarter (NW $\frac{1}{4}$) of Section Ten (10), all in Township Thirty-four (34) North, Range One Hundred Eleven (111) West of the 6th, P.M.,

containing 1274.45 acres, more or less, hereby releasing and waiving all rights under and by virtue of the Homestead Exemption Laws of this State. The lessor further grants unto the lessee, its successors and assigns, the exclusive right to occupy so much of the surface of the above described lands as shall be necessary to successfully carry on the operations and fulfill the purposes of this lease.

The lessor agrees that this lease shall remain in force for a term of ten (10) years from this date and as long thereafter as oil or gas is or can be produced from said lands by the lessee as hereinafter provided, and that the consideration above stated is a good and sufficient consideration for each and every agreement contained herein and for the rights and privileges granted to the lessee herein, its successors or assigns.

In consideration of the premises, it is agreed that:

(1) The lessee shall pay to the lessor the proceeds from one-eighth (1/8) of all the oil and gas produced and sold from the leased premises at the prevailing market price therefor at the wells.

(2) If operations for the drilling of a well for oil or gas are not commenced on said lands on or before one year from the date hereof this lease shall terminate as to both parties, unless the lessee shall on or before one year from the date hereof pay or

Released see book of miscellanea on page 218.