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above described;

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Township 29 North, Range 113 West, 6th P.M. Wyoming

Section 30: Lots 1, 2, 3, 4, E $\frac{1}{2}$ SW $\frac{1}{4}$

Section 31: Lots 1, 2, 3, 4, E $\frac{1}{2}$ NW $\frac{1}{4}$

aggregating 493.68 acres, more or less

on or before June 30, 1954, or within six (6) months after a permit has been obtained from the United States Department of Interior, whichever is the later, and begin operations for the drilling of a well in search of oil or gas and to diligently prosecute the same down to a depth of 3,500 feet or production in commercial quantities of oil or gas at a lesser depth; thereafter to begin operations for the drilling of a second well within six (6) months from the completion of the first well either as a producer or dry hole, which second well shall be drilled in the manner and to the depth provided for the first well to be drilled and thereafter to begin operations for the drilling of a third well within six (6) months after completion of the second well either as a producer or a dry hole in the manner and to the depth hereinabove provided for the first well to be drilled.

Should Assignee fail to drill a minimum of three wells in the time and manner hereinabove provided for such wells to be drilled then the interest herein assigned to the Assignee will revert to Assignor except as to a 640 acre tract in the form of a square surrounding any well so drilled, it being the intention that a minimum of three wells in total shall be drilled, on the hereinabove described total of 2,093.68 acres, in the time and manner hereinabove provided and upon failure to drill such wells Assignee shall forfeit title to the leasehold estate covering all of said acreage except as to 640 acres for each well so drilled.

Notwithstanding any language in the preceding paragraph hereinabove set forth, should any of said wells so drilled be a dry hole then title to the 640 acres surrounding such dry hole shall reinvest in Assignor unless Assignee begins operations for the drilling of a second well on such 640 acre tract within six (6) months thereafter, which well if begun shall be drilled in the manner and to the depth hereinabove provided for the first well to be drilled, which will prevent the forfeiture of the leasehold estate to the 640 acres around such dry hole.

The overriding royalty herein reserved shall not only be applicable to this leasehold estate but any renewal or extension thereof. The overriding