

(6) Furnish or cause to be furnished to Grantee monthly statements and all data and information as to operations on said leases, of all sales and dispositions made of the production from said leases when requested by Grantee; and permit Grantee and/or any and all representatives of Grantee to have access at all reasonable times to the lands and premises affected hereby for the purpose of observing, inspecting, and checking all operations conducted on or with respect to said leases.

(7) If any lease set forth in Exhibits "A" and "B" is about to terminate or expire by its own terms and Grantors, or any of them, do not intend to renew such lease or elect to release all or any portion of any such lease, then at least thirty (30) days prior to the termination, expiration, or release of such lease, will (or the Grantor which owns such lease will) and shall give written notice to Grantee to such effect and offer to assign to Grantee without cost all of Grantors' right, title, and interest in and to any and all such lease or leases. and assign unto Grantee for the salvage value thereof such of the leasehold equipment and other personal property owned by Grantors and then located on the property covered by such lease as the Grantee desired to acquire; it being understood, however, that Grantors at their sole risk and expense may remove all removable personal property and leasehold equipment from such property; Grantee having a period of twenty (20) days after receipt of such notice in which to give written notice to Grantors as to whether or not Grantee elects to receive such assignment; and it being provided if Grantee gives such notice to Grantors that Grantee desires such assignment, then Grantors shall deliver to Grantee such assignment or assignments in proper and recordable form at the time and place set forth in the notice from Grantee to Grantors; and if Grantee does not serve such notice within said period of twenty (20) days there shall be no further obligation to Grantors to the Grantee in connection with such lease or leases.

### III.

1. Until such time as said production payment is fully paid and liquidated, Grantee shall have and there is granted unto Grantee the continued and absolute right, option, and privilege in the event of the occurrence of any failure or default by Grantors, or any of them, of any of the covenants