

RIDER TO OPTION AGREEMENT

At all times during the life of this agreement assignee agrees that it will, as agent for lessee, pay to the United States of America all rentals upon the lands affected hereby and for which lessee is liable under the terms of said lease and will pay all premiums on bonds required by the Department of the Interior. Lessee shall immediately notify assignee of receipt of all notices of such rentals so becoming due, as they are received by lessee. Assignee herein may at any time, not less than 60 days prior to the next accruing rental date under said oil and gas lease or the expiration thereof, surrender and relinquish to lessee all rights hereunder, such surrender and relinquishment to be effected by notice in writing to lessee at his address hereinabove stated, sent by certified mail with return receipt requested.

If the assignee shall exercise its option as hereinbefore provided as to all or any part of the lands covered by said lease, said assignment shall be in a standard form acceptable to the Department of the Interior but shall bear special rider as follows:

"Assignee, his successors and assigns shall during the term of said lease pay all rentals and do all things necessary to continue said lease in full force and effect for the full term thereof and shall file any requests for extensions or renewals permitted by the laws of the United States and the regulations of the Secretary of the Interior, provided that assignee, his successors and assigns may at any time, not less than 60 days prior to the next accruing rental date or the expiration of the lease, and provided further that assignee, his successors or assigns is not at such time in default under the terms and provisions of the lease, tender reassignment in whole or in part of said lease as assigned to him, without additional burdens or overriding royalties created by assignee, his successors or assigns, and thereupon be relieved of further obligation under the lease and this assignment. Such reassignment shall be tendered by proper reassignment in compliance with applicable statutes and regulations and shall be transmitted to assignor by certified mail, return receipt requested. If assignor shall not have filed such reassignment with the proper Land Office of the Department of the Interior not less than 15 days prior to the next accruing rental date or the expiration of the lease, as the case may be, assignee, his successors or assigns, may then file with such Land Office a surrender and relinquishment of the lease as to the lands reassignment of which was tendered to the assignor or may permit the lease to expire by its own terms without liability to assignor. If less than all of the lands assigned herein shall be reassigned or surrendered as above provided, the covenants hereof shall continue in full force and effect as to the balance of the lands remaining in said lease and successive reassessments or relinquishments shall be effected in the same manner."

Signed for identification

B. G. Sanderson