

Form 285
Sheet 4

EIGHTEENTH: The undersigned agree that the obligation to pay any overriding royalties or payments out of production created herein, which, when added to overriding royalties or payments out of production previously created, and to royalty payable to the United States, aggregate in excess of seventeen and one-half per cent (17½%) shall, as to such excess, be suspended when the average production per well per day averaged on the monthly basis is (a) as to oil: 15 barrels or less and (b) as to gas: 500,000 cubic feet or less, and that such suspension will apply separately to any zone or portion of a lease segregated for computing Government royalty.

NINETEENTH: All other and former Option Agreements, if any there be between the parties hereto, covering said lease as to the lands above described and in force on the date hereof, are hereby cancelled.

TWENTIETH:

IN WITNESS WHEREOF, this agreement has been executed the day and year first above written.

Witness: P. P. Smith

Address: _____

Witness: _____

Address: _____

Witness: _____

Address: _____

Witness: _____

Address: _____

Witness: _____

Address: _____

ATTEST:

Claudine K. White

Claudine K. White

BY _____ Vice-President

Secretary

— First Party

Witness: _____

Address: _____

Witness: _____

Address: _____

ATTEST:

Secretary

Sinclair Oil & Gas Company
John N. Johnson
Vice-President JOHN N. JOHNSON

1164

BY _____ Vice-President

— Second Party