

If the first well is a dry hole, then and in that event, the party of the second part hereby agrees to complete a second well within four months from the date of the completion of the first well, or this lease shall become null and void. If the second well is a dry hole, then and in that event the party of the second part hereby agrees to complete a third well within four months from the date of completion of the second well, or this lease shall become null and void. If the third well is a dry hole, then and in that event this lease shall become null and void, and party of the second part further agrees that before abandoning any dry hole, it will securely plug the same as to effectually shut off the water from above the oil and gas bearing horizon.

If the first well shall be an oil well, capable of producing 11 barrels or more of oil in each 24 hours, then and in that event the party of the second part hereby agrees to complete at least three more wells within one year from the date of completion of the first well, or this lease shall become null and void.

If the first well proves to be a gas well, then and in that event the party of the second part hereby agrees to complete at least two more wells within one year from the date of completion of the first well, one of which shall be completed within 6 months from the date of completion of the first well, or this lease shall become null and void.

Party of the second part agrees to protect the lines of the party of the first part in the following manner, to off-set each oil and gas well drilled within 500 feet of the line of the party of the first part, by drilling a well on the premises of the party of the first part, not farther from the line than the well to be off-set, and to have said well completed within 60 days from the date of completion of the well to be off-set.

When so requested by the party of the first part, the party of the second part shall bury all lead and gas lines to a depth of not less than 12 inches, and no well shall be drilled within 200 feet of any house or barn on the leased premises, without the consent in writing of the party of the first part.

Party of the second part shall have the right at any time to remove all machinery and fixtures placed on said leased premises, save and except the right to draw and remove casing from wells not dry or exhausted.

Party of the second part shall have the right to use oil, water and gas free of royalty, on the leased premises, for drilling and operating therein,