

each gas-producing well not utilized, the first payment to become due and to be made within thirty days from the date of the discovery of gas.

The party of the second part further covenants and agrees to exercise diligence in the sinking of wells for oil and natural gas on the lands covered by this lease, and to drill at least one well within the time stated; this lease shall be null and void, unless the second party shall elect from year to year to continue this lease by paying or depositing to the credit of the first parties an annual rental of eighty dollars at the Bank of Commerce, Seaford, Del. Del., said rental to be deposited on or before the 20th day of February each year.

The party of the second part further agrees to carry on operations in a workmanlike manner to the fullest possible extent, unavoidable casualties excepted; to commit no waste on the said land, and to suffer no waste to be committed upon the portion in its occupancy or use; to take good care of the same, and to promptly surrender and return the premises upon the termination of this lease to the party of the first part or to whomsoever shall be lawfully entitled thereto and not to remove therefrom any buildings or permanent improvements erected thereon during the said term by the said party of the second part, but said buildings and improvements shall remain a part of said land and become the property of the owner of the land as a part of the considerations for this lease, in addition to the other considerations herein specified, excepting the tools, boilers, boiler houses, pipe lines, pumping and drilling outfit, tanks, engines, and machinery, and the casing of all dry or exhausted wells, shall remain the property of the said party of the second part, and may be removed at any time before the expiration of fifty days from the termination of the lease, that it will not use such premises for any other purpose than those authorized in this lease, and that before abandoning any well, it will securely plug the same, so as to effectively shut off all water above the oil-bearing horizon.

And the said party of the second part further covenants and agrees that it will keep an accurate account of all oil-mining operations, showing the sales, prices, dates, purchasers, and the whole amount of oil mined or removed; and all sums due as royalty shall be a lien on all implements, tools, ~~movable~~ machinery, and all other personal chattel used in said prospecting and mining operations, and upon all the unsold oil obtained from the land herein leased, as security for the payment of said royalty.

In Witness Whereof, The said parties have hereunto subscribed their names and affixed their seals on the day and year first above mentioned,
Witnesses to exhibition by lessee:
M. P. Hughes, P. O. Broken Arrow, I. O.

(Robert D. Bayld, seal)
(Eliza A. Bayld, seal)

Wm. M. Hughes,
P. O. Broken Arrow, I. O.

Corporate seal

Devonian Oil Company (seal)
Joseph H. Conner, Secy.