

First parties to fully use and enjoy said premises for farming purposes, except such parts as may be used by second parties for the purpose aforesaid second parties agreeing to locate all wells so as to interfere as little as possible with the cultivated portions of the farm.

First party to have the right and privilege of using at his own risk sufficient gas for one dwelling house from any gas well found on said described lease, he to make his own connections. And further, to complete a well on said premises within six months from the date hereof, or pay at the rate of Fifty (\$50.00) Dollars, quarterly, in advance, for each additional three months such completion is delayed until a well is completed.

Such payment may be made direct to the lessor or deposited to W. B. Shultz, credit in First National Bank of Cedar, I. J. It is understood and agreed that, upon the completion of five wells on the above described premises, the rental hereinabove provided to be paid shall cease and that said rental is to be reduced one-fifth upon the completion of each well.

Should said second party fail or refuse to complete one well on the above described premises within six months of the date of this lease then this lease then this lease shall become null and void.

Second party agrees to pay \$150 annual royalty on each and every gas well producing three million cubic feet or less per day and \$50 for each additional million feet or fraction thereof, the gas from which is marketed and used off the premises; wells to be tested and payments made semi-annually in advance.

Second party agrees to bury all pipe at least 18 inches below the surface of the cultivated portion of the premises.

It is agreed, that the second parties are to have the privilege of using sufficient water from the premises to run all necessary machinery, and at any time to remove all machinery and fixtures placed on said premises; and further, upon the payment of One Dollar at any time, by the party of the second part, its heirs or assigns, or by a deposit of said sum, together with all amounts due hereunder, in First National Bank of Cedar, I. J., aforesaid, said party of the second part,