

purchase the same (2) use gas from said well; but in event it shall use gas therefrom, it shall accurately measure the gas so used keep a true and correct account of the same and pay to the party of the first part for all gas used by it or its subsidiary or affiliated companies at the rate herein provided to be paid to the party of the first part for gas purchased from it under the terms of this contract; or (3) the party of the first part shall, on demand of the party of the second part purchase said well or wells, by paying to the party of the second part the actual cost price thereof and pay all royalties to become due thereon and shall thereupon become the owner of the production of such well or wells. Provided however that the party of the first part may decline to purchase such well or wells and, in that event the party of the second part may use gas from such well without any obligation to pay the three 3¢ cents per thousand cubic feet hereinbefore provided to be paid.

The term "subsidiary" and "affiliated" companies as used in this agreement shall be taken and held to mean companies controlled by the party of the second part and not companies in which it has or may have less than a majority of the stock or less than a controlling interest in