

-----OIL AND GAS LEASE :-----

This Agreement Made this 30th day of June A.D. 1908, between D A Skillen and L R. Skillen (His wife) lessors and Federal Oil & Gas Co lessee.

WITNESSETH , That the lessors⁵⁴ in consideration of One Hundred Dollars the receipt of which is hereby acknowledged and of the covenants and agreements hereinafter contained, does hereby demise and grant unto the lessee their successors and assigns all the oil and gas in and under the following described tract of land, and also said tract of land for purpose and with the exclusive right of operating thereon for said oil and gas together with the right of way; the exclusive right to lay pipe over and upon, to erect and maintain all machinery, buildings power^s, tanks, fixtures etc necessary or required i n the operation s for oil and gas and also the right to ^{move} at any time all property placed thereon by the lessee which tract of land is situated in the ~~Township~~ Township of ⁰ County of ~~Tulsa~~ Sapulpa State of Oklahoma .

The ^{South} ~~South~~ one half (1/2) of the South west quarter (1/4) Section thirteen (13) and the North West Quarter of the North West quarter, section twenty four (24) all in Township (18) eighteen North range Twelve (12) East of the principal I M 120 a more or less containing ^{all} One Hundred and twenty (120) acres more or less .

To have and to hold the same unto the lessee their successors and assigns for the term and period of Twenty Years from the date hereof and as much longer as oil or gas is found in paying quantities thereon; yielding and paying to the lessors ^{one} ~~one~~ Tenth ~~11/10~~ (1/10) part of all ^{oil} ~~oil~~ produced and saved from the premises, delivered free of expense into tanks or pipe lines to the lessors credit; and should any well produce gas in sufficient quantities to justify marketing , the lessors shall be paid at the rate of Fifty Dollars (\$ 50.00) per year for such well, as long as the gas therefrom is sold .

In case no well be commenced on the above premises within (2) Two years from the date hereof, this lease shall become null and void and without any further effect what ever, unless the lessee shall pay for the delay ~~at~~ the rate of Fifty Cents (50 Cts) in advance for each and every year hereafter until a well is commenced or this lease surrendered as hereinafter provided . Such payments may be made in hand or by check mailed to our address or deposited in First National Bank at Okmulgee Ok

And it is hereby mutually agreed that the drilling of a well to the oil sand (or 1700ft) upon said premises shall be a full liquidation of all rentals during the remainder of this lease . Lessees agrees to locate all wells so as to interfere as little as possible with cultivation and to pay all damage done to growing crops by reason of said operations . No wells shall be drilled within 200 feet of lessor's house or barn without the consent of said lessors.

Lessors shall have free use of gas for domestic purposes by making their connections at the well at their own risk and expense .

Lessors further agree that lessees shall have the privilege of using sufficient water and oil from said premises to run all machinery thereon, and may use casing head, gas from wells drilled thereon for the purpose of operating said wells and wells on other farms owned by lessees without payment of royalty; and lessees may use gas produced from wells on other farms to operate wells on above premises .

And it is further agreed that the lessees may at any time , upon the payment of one dollar, and the tender of this lease endorsed with a surrender thereof signed by