

such further and additional well or wells as conditions may from time to time, in proper judgement and economy warrant ; That the said party of the second part will at all times during the life of this lease protect said tract of land above described within a distance of two hundred feet from the boundary lines thereof; That the said party of the second part shall well and truly pay unto said party of the first part at the end of each year, Two Hundred Dollars (\$200.00) per annum for each and every gas well found upon the said land above described, the production from which was marketed during the preceding year ; that the said party of the second part shall have the right to take and use for the purpose of operating and developing said land under these presents, sufficient water and gas produced therefrom; that the said party of the first part shall have the right to use gas for domestic purposes for one house on said tract of land from such well or wells as may be obtained thereon, but it is provided always, nevertheless, in this behalf that this right shall be permitted and in force only in the event and when there may be surplus gas over that needed for the operation and development of the said land, as hereinbefore provided; that all connections shall be the most approved and economical and made at the expense of the said party of the first part at such place or places as may be designated by the said party of the second part, and that the use of the said gas shall be at the risk in every way, of the said party of the first part and without recourse to the said party of the second part for, or by any reason or on account of any damage sustained ; that the said party of the second part shall have the right at any time and from time to time to remove and take away from said land any or all property placed thereon by it; that the said party of the first part shall have the right to use and enjoy the said land, for the purpose of tillage, except such parts thereof as may be needed by the said party of the second part for the purpose of these presents; that the said party of the second part shall have the right, from time to time and at any time, upon the payment of the sum of one dollar to the said party of the first part, and all other sums then due under the terms of this lease, to convey unto it all its right, title and interest, of in and to the said land, and thereby be released, discharged and acquitted forever from each, every and all obligations that might thereafter otherwise accrue, touching the tract of land hereby conveyed, such conveyance being of itself a further expressed, sufficient and valuable consideration and that all and singular the covenants, agreements, stipulations and conditions of these presents shall extend to include and mean the successors and assigns of the parties hereto respectively .

IN WITNESS WHEREOF the parties to these presents have hereunto set their hands and seals the day and year first above written .

Frank J Boudinot

Perry L Pyle

NATIONAL OIL AND DEVELOPEMENT COMPANY

By A.B. Butler President .

R.L. Gordon Secretary .

CORPORATE SEAL.