

advance annual royalty on this lease fifteen cents per acre per annum annually in advance for the first and second years, thirty cents per acre per annum annually in advance for the third and fourth years, and seventy five cents per acre per annum annually in advance for the fifth year; it being understood and agreed that said sums of money so paid shall be a credit on the stipulated royalties.

4. The lessee shall exercise diligence in sinking wells for oil and natural gas on land covered by this lease and drill at least one well thereon within twelve months from the date of the approval of this lease by the Secretary of the Interior and on failure to do so this lease becomes null and void.

Provided, however, there is reserved and granted to the lessee the right and privilege of delaying the drilling of said well for not exceeding five years from the date of the approval of the lease by the Secretary of the Interior by paying to the United States Indian Agent, Union Agency, Muskogee, Okla. for the use and benefit of the lessor (subject to the limitations and conditions hereinafter contained), in addition to said advance royalty the sum of one dollar per acre per annum for each year the completion of such well is delayed payable on or before the end of each year; but lessee may be required to drill and operate wells to offset paying wells on adjoining tracts and within three hundred feet of the dividing line.

5. The lessee shall carry on development and operations in a workmanlike manner, commit no waste on the said land and suffer none to be committed upon the portion in his occupancy or use, take good care of the same and promptly surrender