

to and with the said secondparty, its successors and assigns, the said above mentioned and described leases are true, lawful and valid leases; that they will forever warrant and defend to the said secondparty, its successors and assigns, all the right, title, interest, estate, powers, privileges and easements conveyed and demised, or purporting to be conveyed and demised in and to the above described lands, under and by virtue of said leases, against all lawful claims; and that said secondparty shall have the quiet, peaceable and uninterrupted possession of said lands for the purpose of conducting the mining operations thereon as provided in said leases.

As a further consideration for the assignment of said leases to it, the said second party hereby contracts and agrees that it will pay over to the said parties of the first part 41 cents per barrel for 43 3/4 per centum of the oil produced from said premises, provided, however, such additional payments shall continue only until the firstparties shall have received Thirty Thousand (\$30,000.00) Dollars in addition to the above mentioned cash consideration of Fifteen Thousand Dollars (\$15,000.00).

The first parties shall receive the payments due them under this contract on all the oil produced and sold on aforesaid leased premises each and every month, on or before the 15th day thereof, for oil produced the previous month.

It is further agreed, that said first parties or their agents shall have the privilege of going upon said premises at any time during which said second party is indebted to said first parties, as per terms of this contract, for the purpose of gauging, ascertaining and figuring the production of oil upon said premises.

It is further agreed between the parties hereto that said second party is to begin drilling operations upon said premises with at least two strings of tools within ten (10) days after the approval by the Honorable Secretary of the Interior of the assignment of said lease as hereinbefore provided, and said second party is to continue drilling for at least sixty (60) days with said strings of tools and thereafter is to continue drilling with at least one string of tools until all wells on said premises are drilled offsetting oil producing wells on adjoining lands, and excepting only dry holes which are not required to be offset.

Said second party is to use diligence to secure the approval of the Honorable Secretary of the Interior to the assignment of the lease aforesaid, and to pay all the expenses incident thereto. However, said firstparties agree to execute such instruments, documents and papers as are required by the Honorable Secretary of the Interior in order to obtain his approval to the assignment of the same.

It is further understood and agreed that this contract shall be binding upon the successors and assigns of the parties hereto.

IN WITNESS WHEREOF the parties have hereunto subscribed their names and affixed their corporate seals by their duly authorized officers on the day and year first above written.

PAGE INVESTMENT COMPANY

ATTEST:

By H. M. Root, President.

Chas. Page, Secretary (CORPORATE SEAL)

THE BILLINGTON OIL COMPANY.

ATTEST:

By H. M. Root, President.

CHAS. PAGE, SECRETARY (CORPORATE SEAL)

PRODUCERS OIL COMPANY

By J. F. Black, Attorney in Fact.

(CORPORATE SEAL)

ACKNOWLEDGEMENT.

STATE OF OKLAHOMA, RULSA COUNTY,) SS.

BEFORE me the undersigned, a Notary Public in and for the said County and State, on this