

Bruce M. Cloud, of Montpelier, Indiana, party of the second part, Lessee.

WITNESSETH, that said parties of the first part, for and in consideration of the sum of One Dollar, in hand well and truly paid by the said party of the second part, and other valuable considerations the receipt of which is hereby acknowledged, and of the covenants and agreements hereinafter contained on the part of the party of the second part, to be paid kept and performed, have granted, demised, leased and let and by these presents do grant, demise, lease and let unto the party of the second part, his successors or assigns, for the sole and only purpose of mining and operating for oil and gas, laying pipe lines, Tanks, Powers, stations and structures thereon to care for said products all that certain tract of land situate in Tulsa County, State of Oklahoma, described as follows, to-wit:

West half of Southeast quarter of section two (2) and the North twenty one and eighty-four hundredths (21.84) acres of lot one (1) of section four (4) and the north twenty one ~~and~~ Twelve hundredths (21.12) acres of lot four (4) of section four (4) and the north twenty & seventy eight hundredths (20.78) acres of lot one (1) of section five (5) all in Township 16, North, range 13 East, containing 143.74 acres more or less.

IN CONSIDERATION OF THE PREMISES the party of the second part covenants and agrees:

First. To deliver to the credit of the parties of the first part, heirs or assigns free of cost in the Pipe Line to which wells are connected, the equal 1/8 part of all oil produced and saved from the leased premises.

Second. To pay parties of the first part Two Hundred (200) dollars per year for the gas from any well where gas only is produced in paying quantities and marketed off the premises.

Third. To locate all wells so as to interfere as little as possible with the growing crops, and to pay a reasonable amount for any damage to such crops by reason of this lease.

Fourth. To complete a well on said premises within one year from date hereof or pay at the rate of seventy two dollars in advance for each six months such completion is delayed from the time above mentioned until a well is completed.

It is agreed the completion of such well shall be and operate as a full liquidation of all rents under this provision during the remainder of the term of this lease. All payments falling due under this agreement may be made direct to J.F. Warren or deposited to his credit in the Bank of Adair, Adair, Oklahoma.

Failure to complete said well as herein provided or pay said rental when same becomes due, shall render this lease absolutely null and void and no longer binding.

The party of the second part shall have the right to discharge any incumbrance on said premises, and shall have a lien thereon for the amount so paid, together with all costs and expenses incurred. Also the right to use Gas, oil and water from or on said premises for the purpose of operating same. Also the right to remove at any time all machinery and fixtures placed on said premises.

No well shall be drilled nearer than 200 feet to any building now on said premises unless by mutual consent of both parties.

Parties of the first part shall have the privilege of free gas for domestic purposes in one house on said premises, care being taken not to waste.

It is agreed this lease shall remain in force for the term of ten years from date hereof, or as long thereafter as oil or gas is produced in paying quantities from said