

W. D. Harper,)
)
to) OPTION
)
Last Frontier Oil Co., Inc.)

O P T I O N

Last Frontier Oil Co., Inc
818 South Virginia Street
Reno, Nevada

Gentlemen:

In consideration of your agreement to drill a drill a test well for oil and/or gas to a depth to be determined by your geologist in the County of Eureka, State of Nevada, I, the undersigned, W. D. Harper of Delano, California, being the legal owner of a certain Government Oil and Gas Lease, described as follows:

Serial #08505, issued on April 1, 1952, County of Eureka, State of Nevada, W $\frac{1}{2}$ SE $\frac{1}{4}$, Section 25, Township 26 N., Range 50 E., comprising 80 acres, more or less.

hereby grant you an option on the foregoing lease on the following terms and conditions:

If within a period of four months from the date hereof you have started drilling operations on a location selected by yourselves any place in Township 26 N. or 27 N., Range 50 E. or 51 E., I agree to assign to your corporation the lease above described, reserving for myself a $4\frac{1}{6}\%$ over-riding royalty, which shall be in addition to the $12\frac{1}{2}\%$ U. S. Government royalty, with the further agreement that you will within the period of one year after the assignment has been made drill at least one test well on some place on the above lease, and, it is further agreed that in the event the test well referred to in the above described lease shall prove to be a commercial producer The Last Frontier Oil Co., Inc. agrees to drill a minimum of at least one well each six months thereafter until said lease shall be considered fully drilled up. It is further agreed that you will not transfer or assign your interest in the said lease unless and until commercial production has been obtained thereon.

It is further understood and agreed, that in the event the well or wells drilled prior to the expiration of the said one year period do not in your estimation warrant further exploitation of this are, and that you decide not to drill any more wells, then in that event you agree to

reassign the foregoing lease to me, and that during this period any lease rentals that may become due will be promptly paid by your corporation in order to keep the foregoing lease in good legal standing.

I agree to make the above assignments to your corporation on proper proof that actual drilling operations have started.

In witness whereof, I have hereunto set my hand and seal this day of 1953.

W. D. Harper

W. D. Harper

STATE OF CALIFORNIA)
COUNTY OF KERN) SS.

On this 3rd day of Aug. 1953 before me, Llewellyn Mayes Nelson a Notary Public in and for the said County of Kern, State of California, residing therein, duly commissioned and sworn, Llewellyn Mayes Nelson, personally appeared W. D. Harper, known to me to be the person described in and whose name is subscribed to the within instrument and acknowledged to me that he executed the same.

In witness whereof I have hereunto set my hand and affixed my official seal in said County of Kern the day and year in this certificate first above written.

(Notarial Seal)

Llewellyn Mayes Nelson
Notary Public in and for the County
of Kern, State of California. My
commission expires

Recorded at the Request of Last Frontier Oil Co., Inc. Aug. 14 A.D. 1953 At 45 min. past 11 A.M.

R. W. Gibson--Recorder.