

Form 4-1158  
Ninth Edition  
(August 1941)

**UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT**

Form approved  
Budget Bureau No. 42-3990-1  
**Reno, Nevada**  
Office **Reno**

Serial No. 1744

Fill in on typewriter  
or print plainly in ink  
and sign in ink.

**OFFER TO LEASE AND LEASE FOR OIL AND GAS  
(Sec. 17 Noncompetitive Public Domain Lease)**

The undersigned hereby offers to lease all or any of the lands described in item 2, as amended, hereinafter and subject to the terms and provisions of the act of February 25, 1920 (41 Stat. 437, 30 U. S. C. sec. 181), as amended, herein referred to as the act, and to all reasonable regulations of the Secretary of the Interior now or hereafter in force, when not inconsistent with any express and specific provisions herein, which are made a part hereof.

1. **PAN AMERICAN PETROLEUM CORPORATION**  
(First Name, Middle Initial, Last Name)

RECEIVED  
of Land Management  
NEVADA LAND OFFICE

OCT 20 1967 10:00 A. M.

NEVADA STATE OFFICE  
RENO, NEVADA

Please notify the  
agent's office of any  
change of address

**Security Life Building**  
(Number and Street)  
**Denver, Colorado 80202**  
(City and State)

2. Land requested: State **Nevada** County **Eureka** T. : R. : Meridian  
**Township 25 North - Range 51 East, NDM**  
**Section 11: NE/4 SE/4**



containing **40 acres, more or less**

3. Land included in lease: State \_\_\_\_\_ County \_\_\_\_\_ T. : R. : Meridian  
**Total Area 40.00 Acres**

**This lease embraces the area and the land described in Item 2.**

NOT IN A KNOWN GEOLOGIC  
STRUCTURE ON DATE OF  
LEASE ISSUANCE

This lease is subject to the determination by the Geological Survey as to whether the lands herein described were on a known geologic structure of a producing oil or gas field as of the date of signing hereof by the authorized officer.

**284193**

4. Amount remitted: Filing fee \$10, Rental \$ **20.00**, Total \$ **30.00**

5. Undersigned certifies as follows:

(a) Offeror is a citizen of the United States. Native born \_\_\_\_\_ Naturalized \_\_\_\_\_ Corporation or other legal entity (specify what kind): **Corporation**

(b) Offeror's interests, direct and indirect, do not exceed 200,000 acres in oil and gas options or 246,080 chargeable acres in options, offers to lease and leases in the same State, or 300,000 chargeable acres in leases, offers to lease and options in each leasing district in Alaska. (c) Offeror accepts as a part of this lease, to the extent applicable, the stipulations provided for in 43 CFR 191.6. (d) Offeror is 21 years of age or over (or if a corporation or other legal entity, is duly qualified as shown by statements made or referred to herein). (e) Offeror has described all surveyed lands by legal subdivisions, all lands covered by protracted surveys by appropriate subdivisions thereof, or all unsurveyed lands not covered by protracted surveys by metes and bounds, and further states that there are no settlers on unsurveyed lands described herein.

6. Offeror  is  is not the sole party in interest in this offer and lease, if issued. (If not the sole party in interest, statements should be filed as prescribed in Item 6 of the Special Instructions.)

7. Offeror's signature to this offer shall also constitute offeror's signature to, and acceptance of, this lease and any amendment thereto that may cover any land described in this offer open to lease application at the time the offer was filed but omitted from this lease for any reason, or signature to, or acceptance of, any separate lease for such land. The offeror further agrees that (a) this offer cannot be withdrawn, either in whole or in part, unless the withdrawal is received by the land office before this lease, an amendment to this lease, or a separate lease, whichever covers the land described in the withdrawal, has been signed in behalf of the United States, and (b) this offer and lease shall apply only to lands not within a known geologic structure of a producing oil or gas field at the time the offer is filed.

8. If this lease form does not contain all of the terms and conditions of the lease form in effect at the date of filing, the offeror further agrees to be bound by the terms and conditions contained in that form.

9. It is hereby certified that the statements made herein are complete and correct to the best of offeror's knowledge and belief and are made in good faith.

This form is submitted in lieu of official Form 4-1158, and contains all of the provisions thereof as of the date of filing of this offer.

Offeror duly executed this instrument this **19th** day of **October**, 19**67**.

(Lessee signature)

**PAN AMERICAN PETROLEUM CORPORATION**  
(Lessee Signature)

By **[Signature]**  
(Attorney-in-fact)

This lease for the lands described in item 3 above is hereby issued, subject to the provisions of the offer and on the reverse side hereof.

THE UNITED STATES OF AMERICA

By **[Signature]**  
(Signing officer)

Effective date of lease **November 1, 1967**

**Assistant Manager**  
(Title)

**October 25, 1967**  
(Date)

**THIS OFFER MAY BE REJECTED AND RETURNED TO THE OFFEROR AND WILL AFFORD THE OFFEROR NO PRIORITY IF IT IS NOT PROPERLY FILLED IN AND EXECUTED OR IF IT IS NOT ACCOMPANIED BY THE REQUIRED DOCUMENTS OR PAYMENTS. SEE ITEM 9 OF GENERAL INSTRUCTIONS**

**284193**

18 U. S. C. sec. 1001 makes it a crime for any person knowingly and willfully to make to any Department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

This form may be reproduced provided that the copies are exact reproductions on one sheet of both sides of this official form, in accordance with the provisions of 43 CFR 192.43(a).

LEASE TERMS

SECTION 1. Rights of lease.—The lease is granted the exclusive right and privilege to drill for, mine, extract, remove and dispose of all the oil and gas...

SECTION 2. The lease expires.—(1) To the any land required by this lease and the correct regulations and until such bond is filed not to enter on the land under this lease.

(2) To maintain any bond furnished by the lessee as a condition for the lease of this lease. (3) To furnish a bond in a sum double the amount of \$2 per acre annual rental, but not less than \$1,000 nor more than \$5,000...

(c) Statements, plans and reports.—At such times and in such forms as the lessee may prescribe, the lessee shall prepare and submit to the Bureau of Land Management, the proceeds therefrom, and the amount used for production purposes or unproductive operations...

(4) To keep open at all reasonable times for the inspection of any fully authorized representative of the Department, the leased premises and all wells, improvements, machinery, and fixtures thereon and all books, accounts, maps and records relative to operations and all surveys or investigations on the leased lands under this lease.

(d) Discretion, prevention of waste, health and safety of workmen.—To exercise reasonable discretion in drilling and producing the wells herein provided for and in carrying out the purposes of this lease...

(5) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(e) To carry out the purposes of section 40 of the act to the maximum extent possible...

(f) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(f) To carry out the purposes of section 40 of the act to the maximum extent possible...

(g) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(g) To carry out the purposes of section 40 of the act to the maximum extent possible...

(h) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(h) To carry out the purposes of section 40 of the act to the maximum extent possible...

(i) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(i) To carry out the purposes of section 40 of the act to the maximum extent possible...

(j) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(j) To carry out the purposes of section 40 of the act to the maximum extent possible...

(k) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(k) To carry out the purposes of section 40 of the act to the maximum extent possible...

(l) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(l) To carry out the purposes of section 40 of the act to the maximum extent possible...

(m) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(m) To carry out the purposes of section 40 of the act to the maximum extent possible...

(n) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(n) To carry out the purposes of section 40 of the act to the maximum extent possible...

(o) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(o) To carry out the purposes of section 40 of the act to the maximum extent possible...

(p) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(p) To carry out the purposes of section 40 of the act to the maximum extent possible...

(q) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(q) To carry out the purposes of section 40 of the act to the maximum extent possible...

(r) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(r) To carry out the purposes of section 40 of the act to the maximum extent possible...

(s) To pay rentals and royalties in amount or value of production removed or sold from the leased lands as follows:

(s) To carry out the purposes of section 40 of the act to the maximum extent possible...

(2) Reserved or conveyed lands.—If any of the land included in this lease is reserved by a reservation or excepted for any particular purpose...

(3) Provisions of surface, natural resources and improvements.—To take such reasonable steps as may be needed to prevent operations from...

(4) Overriding royalty.—Not to create overriding royalty in amount of the proceeds except as may be authorized by the Department in good order and condition...

(5) Eminent domain rights.—The right to permit for limit or several uses easements or rights-of-way, including easements in fee simple...

(6) Disposition of surface.—The right to lease, sell, or otherwise dispose of the surface of the leased lands under existing law or hereafter...

(7) Assests and real property.—Full power and authority to purchase and acquire all other property necessary to insure the safe and sound operation...

(8) To carry out the purposes of section 40 of the act to the maximum extent possible...

(9) To carry out the purposes of section 40 of the act to the maximum extent possible...

(10) To carry out the purposes of section 40 of the act to the maximum extent possible...

(11) To carry out the purposes of section 40 of the act to the maximum extent possible...

(12) To carry out the purposes of section 40 of the act to the maximum extent possible...

(13) To carry out the purposes of section 40 of the act to the maximum extent possible...

(14) To carry out the purposes of section 40 of the act to the maximum extent possible...

(15) To carry out the purposes of section 40 of the act to the maximum extent possible...

(16) To carry out the purposes of section 40 of the act to the maximum extent possible...

(17) To carry out the purposes of section 40 of the act to the maximum extent possible...

(18) To carry out the purposes of section 40 of the act to the maximum extent possible...

(19) To carry out the purposes of section 40 of the act to the maximum extent possible...

RECORDED AT THE REQUEST OF Pan American Petroleum Corp. on January 3 1968 in Book 21 of Records OR EUREKA COUNTY, CALIF. Recorder 15802 File No. 4.00