| Producers 38 Rev. Year Lease) (FIVE YEAR PAID UP LEASE) With 640 Acres Pooling Provision OIL AND GAS LEASE | |
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| THIS AGREEMENT made this Fourth day of June Alma Matlock | 1080 between |
| | |
| Lesser (whether one or more), whose address is: 1328 South Banner Avenue, Indianapolis, I and Amoco Production Company, | ndiana 46241 Lawa WITNESSETH: |
| 1. Lessor in consideration of Ten and no/100 | Dollars |
| (8 LU, UU) in hand paid, of the royalties herein provided and of the agreements of Lessee herein contained, clusively unto Lessee for the purpose of investigating, exploring, prospecting, drilling and mining for and producing oil roads, tanks, power stations, telephone lines and other structures thereon and on, over and across lands owned or claims | and gas, laying pipe lines, building and by Lessor adjacent and contiguous |
| thereto, to produce, save, take care of, treat, transport, and own said products, and housing its employees, the following Eureka County, Nevada | described land in |
| Township 27 North, Range 52 East M.D.M. | |
| Section 8: Ny NE% Section 9: SW% NW%, E% SW% | |
| Section-15: St SEt Section 22: Nt NEt | |
| | |
| | |
| 2. Without reference to the commencement, prosecution or cessation at any time of drilling or other development op velopment or cessation at any time of production of oil or gos and without further payments than the royalities herein | erations, and/or to the discovery, de- provided, and notwithstanding any- |
| velopment or cestation at any time of production of oil or gos and without further payments than the royalites herein thing else herein contained to the contrary, this lesse shall be for a term of 5 years from this date (called "primary to gas is produced from said land or land with which said land is pooled hereunder. | |
| 3. The royalties to be paid by Leasee, are: (a) on oil, one-righth of that produced and saved from said land, the same credit of Lessor into the pipe line to which the wells may be connected: Lessee may from time to time purchase any royamarket price therefor prevailing for the field where produced on the date of purchase; (b) on gas, including casinghead duced from said land, and sold or used off the premises or for the extraction of vasoling or other product therefrom. The | |
| duced from said land, and sold or used off the premises or for the extraction of gasoling or other product therefrom, the sighth of the gas so sold or used, provided that on gas sold at the wells the royalty shall be one-eighth of the amount realings well on this lease or on acreage pooled therewith but gas is not being sold or used. Leasee may pay, as royalty, on date on which said well is shut in and thereafter at annual intervals the sum of \$1.00 per acre, and if such payment is in terminate and it will be considered that gas is being produced from this lease in paying quantities. Leasee shall have free use | red from such sale; while there is a or before ninety (90) days after the sade or tendered, this lease shall not |
| said, except water from Densets were, for an operations heredider, and the royalty on off and gas shall be computed atta | er deducting may so used. |
| 4. Lessee, at its option, is hereby given the right and power to pool or combine the acreage covered by this less and cas, or either of them, with other land, lease or leases in the immediate vicinity thereof to the extent, hereinafter at it is necessary or advisable to do so in order properly to explore, or to develop and operate said leased, premises in co the appropriate local governmental authority, or other lawful authority, or when to do so would, in the judgment of Le and gas in an unfor and that may be produced from said premises. Units pooled for oil hereunder, shall not substantial. | ipulated, when in Lessee's judgment impliance with the apacing rules of more promote the conservation of oil |
| all authority beginning in the control of the contr | or, provided that should government- |
| at authors prescribed by governmental regulations. Lessee under the provisions hereof may pool or combine acreage on thereof as above provided as to oil in any one or more strata and as to gas in any one or more strata. The units formed by need not conform in size or area with the unit or units into which the lase is pooled or combined as to any other a not conform as to area with the unit or units into which the lase is pooled or combined as to any other a not conform as to area with the unit or units into which the lase is pooled or combined as to any other and the last of the conform as to area with the sun of the last of the conform as to area with the last of the conform as to area with the last of the conformation of the last of the last of the last of the conformation of the last of the last of the last of the conformation of the last of t | / pooling as to any stratum or atrata tratum or strata, and oil units need see hereunder to pool this lesse or |
| describing and designating the pooled acreage as a pooled unit. Lease may at its election exercise its pooling option." | fter commencing operations for or |
| complicated of producting oil or was in paying quantities has therefore been completed or upon which operations for the discovered on the research of the production of the discovered of the di | ch includes all or a portion of the cured delore or after the execution on of oil or gas from land covered by |
| were included in this lease. For the purpose of computing the royalties to which owners of royalties and payments out of | of production and each of them, shall |
| set entitled on prediction of oil and gas, or either of them, from the pooled unit, there shall be allocated to the land on said that a pro rata portion of the oil and gas, or either of them, produced from the pooled unit after deducting that use Such allocation shall be an an acresze basis—that is to say, there shall be allocated to the acresge covered by this less that pro rata portion of the oil and gas, or either of them, produced from the pooled unit which the number of surface acres included in the pooled unit. Boystites hereunder such production, whether it be oil and gas, or either of them, as allocated to the land covered by this lease and include production were from such land. The production from an oil well will be considered production from the lesse or oil po and not as production from a gas pooled unit; and production from a gas well will be considered as production from which it is production and not from an oil pooled unit. | d for operations on the pooled units, are and included in the pooled unit are acres covered by this lesse and thall be computed on the postion of |
| such production, whether it be oil and gas, or either of them, so allocated to the land covered by this lease and include production were from such land. The production from an oil well will be considered production from the lease or oil po and not as production from a gas pooled unit; and production from a gas well will be considered as production from which it is read-time. | d in the unit just as though such oled unit from which it is producing the lesse or gas pooled unit from |
| 5. If at the expiration of the primary term oil or gas is not being-produced on said land, or from land pooled the drilling or reworking operations thereon or shall have completed a dry hele thereon within 60 days prior to the end | herewith, but Lessee is then engaged |
| secutive days, and if they result in the production of oil or gas so long thereafter as oil or gas is produced from said land | no cessation of more than 50 con- i, or from land pooled therewith. If, |
| should cease from any cause, this leave shall not terminate if Lease commences operations for drilling or rewarking, we such production, but shall remain in force and effect so long as such operations are protected with no cessation of a such operations are protected with no cessation of or from land designation of the production of oil or gas, so long thereafter as oil or gas is produced from said land, or from land designation of the said land, or from the completion of the said land, or from the s | more than 60 consecutive days, and it pooled therewith. Any pooled unit the appropriate records of the county |
| therewith, Lessee acrees to drill such offset well or wells as a reasonably prudent operator would drill under the same of the same of the execute and deliver to Lesser or place of reference or releases covering any position or position or position. | or similar circumstances. Lessee may |
| there'y surrender this lease as to such portion or portions and be relieved of all obligations as to the acreage surrender. 6. Lessee shall have the right at any time during or after the expiration of this lease to remove all property and fix including the right to draw and remove all casing. When required by Lessee, Lessee will bury all pipe lines below ordina | red. to the second |
| 7. The rights of either party bereunder may be assigned in whole or in part, and the provisions hereof shall extend but no change or division in appreciate of the land or toyalties, however accomplished, shall expense to enlarge the obtained to the land or toyalties, however accomplished, shall expense to enlarge the obtained to the land or toyalties, however accomplished, shall expense to enlarge the obtained to the land or toyalties, however accomplished, shall expense to enlarge the obtained to the land of the land or toyalties, however accomplished. | to their heirs, successors and assigns |
| U. S. mail at Lessey's principal place of business with a certified copy of recorded instrument or instruments evidencin hereof in whole or in part liability for breach of any obligation terconder shall rest exclusively upon the aware of this | s same. In the event of assignment |
| termined such orders, it is not have parties whence entired to regard accordance payment for all. 2. The livesty by Legge of any obligation wising because held not made a factions as a fact to the control of the con | f unices and until furnished with a |
| being conducted in compliance with this lease, Lesser shall notify Lesser in writing of the facts relied upon as constitute in default, shall have sixty days after receipt of such notice in which to commence the compliance with the obligations. | that operations are not at any time time a breach hereof, and Lessee, if imposed by virtue of this instrument. |
| of producing oil in paying quantities and one well per 640 acres plus an acreage tolerance not to exceed 10% of 640 and capable of producing gas in paying quantities. | area retained hereunder and capable acres of the area retained hereunder |
| 9. Lessor hereby warrants and agrees to defend the title to said land and agrees that Lessee at its option may disch upon said land either in whole or in part, and in event Lessee does so, it shall be subrogated it such lien with the right accruing hereunder toward satisfying same. Without impairment of Lessee's right under the warranty in event of failure | targe any tax, mortgage or other lien to enforce same and apply royalties of title it is a send that it is |
| account hereunder toward satisfying same. Without impairment of Lessee's right under the warranty in event of failure owns an interest in the oil or gas on, in or under said land less than the entire fee simple estate, then the royalties proportionally. Should any one or more of the parties named as Lessors fail to execute this lease, it shall nevertheless executing the same. | |
| 10. Should Lessee be prevented from complying with any express or implied covenant of this lesse, from conduct thereon or from productions of the use equipment or majoure, any Pederal or state law or any order, rule or regulation of governmental authority, then while so prevented, L. | ing drilling or reworking operations material, or by operation of force cases a obligation to comply with such |
| 10. Should Lessee be prevented from complying with any express or implied covenant of this lesse, from conduct thereon or from producing oil or gas therefrom by reason of scarcity of or inability to obtain or to use equipment or majoure, any Frileral or state law or any order, role or regulation of governmental sutherity, then while so prevented, it covenant shall be suspended, and Lessee shall not be liable in damages for failure to comply therewith; and this lease a sa Lewee is prevented by any such cause from conducting drilling or reworking operations on or from producing oil of the time while Lessee is so prevented shall not be counted against Lessee, anything in this lease to the contrary notwith | hall be extended while and so long r gas from the leased premises; and standing. |
| IN WITNESS WHEREOF, this instrument is executed on the date first above written. | |
| alme & marticle. Samuel 7/2 | notlock |
| Alma Matlock Lessor | |
| | Lessor |
| Tax Identification Number Tax Identification **COV 84 PAGE 3.55 | |
| 800K 84 PAGE 355 631508-K- | PN 431509(K) |

INDIVIDUAL ACKNOWLEDGMENT STATE OF County of Man The foregoing instrument was acknowledged before me this 19th JUANTA TALLOT, Actary Public My Commission Departs Section 28, 1983 My Commission expires County, Indiana Residence 19 INDIVIDUAL ACKNOWLEDGMENT ार्यस्य । वर्षम् ४० स्थानस्य ५७ स्ट्रीट STATE OF_ County of_ The foregoing instrument was acknowledged before me this_ day of terms to the Manya county. Notary Public are money to type the My Commission expires Lease) (2-56) Provision record When recorded return for Oil and Gas Hev. (5 Year I Lease instrument was filed FROM 5 5 # ç recorded

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