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KNOW ALL MEN BY THESE PRESENTS, That for and in consideration of the sum of three hundred dollars (\$300.00), (hereinafter referred to as "option consideration") and other valuable consideration in hand paid, receipt of which is hereby acknowledged, the undersigned C. E. Naish and Minnie O. Naish, his wife, of Saginaw, Alabama, (hereinafter referred to as Grantors), hereby grant unto Longview Lime Corporation, a corporation, (hereinafter referred to as Grantee), the right and option for a period of ninety days from date hereof to lease the following described land and premises in Shelby County, Alabama, under the conditions, provisions and covenants hereinafter set out, to-wit:

Northwest Diagonal Half of the Northeast Quarter of the Southeast Quarter of Section 7, Township 21, South, Range 2 West, Shelby County, Alabama.

This option may be exercised at any time within the period provided above by grantee's notifying the grantors at Siluria, Alabama, Route 1, in writing, of its decision to lease said property.

On grantee's notice to the grantors or their heirs, administrators or assigns, of its decision to lease said property, the grantors or their heirs, administrators or assigns, shall within fifteen (15) days thereafter furnish to grantee for examination a complete abstract of title, certified to date, compiled by a reputable abstractor, showing merchantable title to said premises and the right to enter into the proposed lease to be in the grantors, or such heirs, administrators or assigns; and grantee shall have thirty (30) days in which to examine said title, and grantors or such heirs, administrators or assigns shall have fifteen (15) days after receipt of title opinion to correct defects, if any, in said title. If grantors or such heirs, administrators or assigns have not cured the defects in order to establish his right to enter into the proposed lease agreement within that period, and if grantee shall elect not to waive the title defects, then grantee may at its option cancel this contract and the grantors or such heirs, administrators or assigns shall return the option consideration to it. If grantee's attorney's title opinion approves the title to the property as merchantable originally or upon defects being timely cured hereunder, or if grantee elects to accept the title and enter into the proposed lease agreement notwithstanding defects, the parties, or their

heirs, administrators, executors, assigns or successors shall, within ten (10) days after acceptance of title in grantor or such heirs, administrators, executors, assigns or successors or approval of grantor's right or the right of such heirs, administrators, executors, assigns or successors of grantors to enter into the proposed lease agreement, execute the proposed lease agreement attached hereto and marked Exhibit "A", with all the conditions, provisions, and covenants of said lease agreement as set out therein being binding on the parties and such heirs, administrators, executors, assigns or successors of the parties.

In the event grantee does not exercise its option to enter into the proposed lease within the time or times above stipulated, then it shall have no further right or option to lease said property, and the option consideration shall become the sole property of the grantors, but grantee shall have no other obligation to the grantor or such heirs, administrators, executors, assigns or successors of the grantors.

For and in consideration of the sum paid for this option, as above stated, grantors, for themselves and for their heirs, administrators, executors, assigns or successors, hereby grant to grantee, its assigns, agents, and designees, the right and privilege to go upon said land above described at any and all times during the option period of this option, or any extension thereof by mutual agreement, to examine said land and premises to the fullest extent that grantee shall desire, including the right to conduct prospecting, core drilling, and any other operations necessary to ascertain the approximate quantity and quality of limestone thereon. In the event grantee does not exercise the option herein granted to lease said land, any information derived from said prospecting shall be given to the grantors or their heirs, administrators, executors, assigns or successors at their request.

This option agreement is binding on the heirs, administrators, executors, assigns and successors of the respective parties. By executing this agreement the parties for themselves, for their heirs, administrators, executors, assigns or successors, approve the terms and conditions of the proposed lease, as evidenced by said exhibit "A".

IN WITNESS WHEREOF, the parties hereunto set their hands and seals,  
this 10th day of July, 1956.

*C B Kears*

(SEAL)

*Minnie O. Nash*

(SEAL)

LONGVIEW LIME CORPORATION

By *John E. Unruh*  
As President



STATE OF ALABAMA )

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SHELBY COUNTY )

I, L. B. Russell, a Notary Public in and for said County, in said State, hereby certify that C. B. Naish and Minnie O. Naish, his wife, whose names are signed to the foregoing instrument, and who are known to me, acknowledged before me on this day, that, being informed of the contents of this instrument, they executed the same voluntarily on the day the same bears date.

Given under my hand and seal this 14 day of July, 1956.

My Commission Expires  
1/19/59

L. B. Russell  
Notary Public

STATE OF ALABAMA )

JEFFERSON COUNTY )

I, Louise McEniry, a Notary Public in and for said County, in said State, hereby certify that John E. Urquhart whose name as President of Longview Lime Corporation, a corporation, is signed to the foregoing instrument, and who is known to me, acknowledged before me on this day that, being informed of the contents of this instrument, he, as such officer and with full authority, executed the same voluntarily on said date for and as the act of said corporation.

Given under my hand and seal this 10th day of July, 1956.

L. Louise McEniry  
Notary Public

Notary Public, Jefferson County, Ala.  
My commission expires Feb. 10, 1960.  
Bonded by American Surety Co. of N. Y.

STATE OF ALABAMA )

EXHIBIT "A"

SHELBY COUNTY )

THIS AGREEMENT made and entered into this \_\_\_\_\_ day of \_\_\_\_\_, 1956, by and between C. B. Naish and wife, Minnie O. Naish, of Shelby County, Alabama, party of the first part (hereinafter referred to as Grantors), and Longview Lime Corporation, a Delaware corporation, party of the second part, (hereinafter referred to as Grantee),

## WITNESSETH:

That for and in the consideration of the premises and of the covenants and promises herein contained, Grantors grant unto Grantee the right to quarry, strip, mine, crush, remove, and to otherwise recover and prepare limestone from the following described real property owned by Grantors, subject to the terms and conditions hereinafter set forth, to-wit:

Northwest Diagonal Half of the Northeast Quarter of the Southeast Quarter of Section 7, Township 21 South, Range 2 West, Shelby County, Alabama.

1. Grantee agrees to pay Grantors the sum of Two Thousand Five Hundred Dollars, (\$2,500.00) upon the execution of this lease, which is to be in lieu of minimum royalty for a period of three (3) years from the date hereof, and Grantee agrees in addition thereto to pay Grantors a royalty of .05 cents per ton for all limestone mined and removed during such three (3) year period.

2. Grantee covenants and agrees to pay Grantors monthly a royalty on all limestone quarried and removed from said property, beginning at the expiration of three years from the date of execution of this lease, to be paid as follows:

- a. For each month during which less than 2000 tons of limestone is quarried and removed, a minimum royalty of One Hundred Dollars (\$100.00) will be paid whether any limestone is quarried and removed or not.
- b. For each month during which 2000 tons or more of limestone is quarried and removed, a royalty of 5 cents per ton of such limestone will be paid.
- c. A ton of limestone as referred to herein shall consist of two thousand (2000) pounds dry weight.

Grantee agrees to determine the tonnage of limestone quarried and removed from said property monthly by means of survey of the working face of said quarry by a competent engineer and agrees to make all such engineering data and calculations



available for inspection during business hours by Grantors. The weight of limestone as quarried and removed from said property shall be determined on the basis of 4000 pounds per cubic yard displaced.

In order to verify the accuracy of Grantee's calculations Grantors may, at their own expense, have surveys and calculations made by a qualified engineer of their own choosing.

Surveys for the determination of limestone quarried and removed from said property shall be made by Grantee on the last working day of each month and payment of royalties shall be made to Grantors monthly on the 20th day of each month following.

Grantee covenants and agrees with Grantors that all barite so quarried and removed by Grantors from the lands herein leased shall be placed in a separate pile on adjacent lands of Grantors by Grantee when mined, and said barite shall be the exclusive property of Grantors; that all dirt, sand and muck taken by Grantee from said quarrying operation on the lands herein described shall be placed upon the lands owned by Grantee.

Upon the failure of Grantee to pay the sums due hereunder on any due date, Grantors shall have the right to give Grantee written notice of his intention to cancel this agreement if the defaulted payment is not made good within a period of sixty (60) days after the date of said written notice, and in the event said payments are not paid within said period this agreement may at the option of Grantors be terminated, and in the event of such termination, no further minimum royalties will be due.

2. The term of this lease agreement shall be for a period of eighteen (18) years from the date hereof, or until such time as the limestone on said property which is suitable for the manufacture of lime and which is economically removable for use in the manufacture of lime has been quarried out, whichever date or time occurs first. In the event any disagreement should arise between the parties as to the time when the usable and economically removable limestone has been quarried out, the parties agree to submit such question to an arbitration board composed of three qualified mining engineers, one of whom shall be appointed by each of the parties hereto and the third selected by the two arbitrators designated by the parties. In the event the two arbitrators designated by the parties are unable to reach an agreement concerning the appointment of a third arbitrator within a



period of ten days time, either party may request the senior Judge of the Federal District Court situated in Jefferson County, to appoint a third impartial arbitrator to serve. The decision of a majority of the three arbitrators shall be binding upon the parties.

It is hereby agreed, however, that Grantee may at its option, but shall not be required to, quarry and remove limestone below a depth of 125 feet from the surface and may, at its option, but shall not be required to, quarry and remove limestone of a grade unsuitable for the manufacture of lime.

3. Grantee shall have the right to use the necessary surface area of said described land for the installation and maintenance of necessary plants, equipment, machinery, roads, structures, and power lines for quarrying, stripping, working and removing of limestone from said lands; with the right of ingress and egress for the establishment and operation of said quarrying and mining work over said lands. All machinery, structures, and equipment of every kind and nature placed on said property by Grantee shall remain the property of Grantee which shall have the right to remove the same within a period of six months after the expiration or termination of this agreement.

Grantors further agree in consideration of the obligations of Grantee hereunder and in consideration of the premises, that in the event Grantee quarries or mines the limestone on said property during the period of this lease by extending the quarry operations or quarry pit on and across said property until the quarry operations or quarry pit reaches other property owned or hereafter acquired by Grantee contiguous to said property, to grant and does grant to Grantee a right of way over and across the floor of the quarry or pit of that portion of the property described above which Grantee quarries and mines during the period of this lease and a reasonable ingress and egress over and across such quarried portion of such property for the quarrying and mining of the removable limestone on such contiguous property and for the transportation of such removable limestone over and across such quarried portion of the demised premises to Grantee's plant premises, such right of way shall be granted for a period of twenty-five (25) years from the expiration of this lease or until such time as the contiguous property of Grantee may be quarried or the operation may be terminated, or the non-use of said contiguous property for quarrying operations, the termination to be effective upon the first happening of either event, then all rights herein granted in this paragraph 3 shall terminate, and all

rights therein shall revert to and become the property of the grantors therein, their heirs or assigns.

4. Grantors shall have the right to continue to use the surface of said land for pasture purposes only, except that portion which is being or has been stripped or quarried. It is understood, however, that Grantee will not be liable, by reason of its operation on said property contemplated under this agreement or for any other reason, for damage to stock or property belonging to Grantors or to any other person using such property as a pasture by permission or license of Grantors, or for damages for any personal injury to Grantors or any other person going on and upon said lands with permission or license of Grantors.

Grantors further agree to indemnify and hold harmless Grantee against the claims for damages by any third person for personal damages or for property damages suffered by reason of their presence or the presence of their cattle or other property on said land with permission or license of Grantors.

5. Any water pumped from the quarry on said lands will be discharged upon the property of Grantors adjacent to the quarry at a point designated by the owner not exceeding two hundred (200) feet from the quarry site.

6. Grantors shall pay the ad valorem taxes on said real property, provided, however, that Grantee will assess and pay the ad valorem tax on any chattels or machinery placed on said land.

7. Grantors agree that in further consideration of Grantee entering into this lease agreement, in the event that he should decide to lease the hereinafter described lands, Naish agrees to give the Longview Line Corporation the first refusal of the leasing of said lands under such terms and conditions as may be mutually agreed upon between the lessor, Grantors, and the lessee, Grantee, herein on the following lands, to-wit:

Southeast Diagonal Half of the Northeast Quarter of the Southeast Quarter of Section 7, Township 21, South, Range 2, West; Shelby County, Alabama.



This agreement shall be binding on and shall inure to the benefit of the heirs, executors, administrators, assigns, or successors in interest of either party.

IN WITNESS WHEREOF, the parties have hereto set their hands and seals on the day and year first above written.

\_\_\_\_\_  
(SEAL)

\_\_\_\_\_  
(SEAL)

LONGVIEW LIME CORPORATION

BY \_\_\_\_\_ (SEAL)  
Its President

STATE OF ALABAMA  
SHELBY COUNTY

I \_\_\_\_\_, a Notary Public, in and for said County, in said State, hereby certify that C. B. Naish and wife, Minnie Naish, whose names are signed to the foregoing instrument and who are known to me, acknowledged before me on this day, that, being informed of the contents of this instrument, they executed the same voluntarily on the day the same bears date.

Given under my hand and seal this \_\_\_\_\_ day of \_\_\_\_\_, 1956.

\_\_\_\_\_  
Notary Public

STATE OF ALABAMA  
JEFFERSON COUNTY

I, \_\_\_\_\_, a Notary Public in and for said County, in said State, hereby certify that John E. Urquhart, whose name as President of Longview Lime Corporation, a corporation, is signed to the foregoing instrument, and who is known to me, acknowledged before me on this day that, being informed of the contents of this instrument he, as such officer, and with full authority, executed the same voluntarily for and as the act of said corporation.

Given under my hand and seal this the \_\_\_\_\_ day of \_\_\_\_\_, 1956

\_\_\_\_\_  
Notary Public

STATE OF ALABAMA, SHELBY COUNTY	
I, L. C. Walker, Judge of Probate, hereby certify that the within _____	
was filed for record the _____ day of _____, 1956, at _____ o'clock _____ M.	
and recorded in _____ Record _____ Page _____ and the Mortgage tax of _____	
Deed Tax of _____ has been paid.	
_____ Judge of Probate	