## OIL, GAS AND MINERAL LEASE

With Pooling Prested Missionphi Alabama-P

THIS AGREEMENT made this	19th	day of	April	19	84 letwern
<u> </u>	Leola W. Weldon	, an unmarried w	woman		<del> </del>
lessor (whether one or more), whose address is:  and Amoco Production	Route 1, Box 2 Company, P. O. B				, WITNESSETH:
I Lessor, in consideration of <u>Ten</u> of which is hereby acknowledged, and of the consideration of exploring, drilling, mining and operation land, lay pipe lines, establish and utilize facilities and other structures on said land, necessary or unadjacent therein. The land owered berely, hereaf all abama	remains and agreements of lessee berein og for, producing and owning oil, gas, so a for surface or subsurface disposal of so seful in lessee's operations in exploring, a	after contained, does hereby grant, olphus and all other minerals (whet discussed and bridge drilling for, producing, treating, store County of	lease and let unto leasee the land ther or not similar to those menti- es, dig canals, build tanks, power	oned), ingether with the right to mai stations, power lines, telephone lines	with the exclusive ke surveys on said, , employee houses

Commence at the Southwest corner of the SW4 of the NE4, Section 12, Township 18 South, Range 1 East; thence run North along the West line of said SW4 of the NE4 a distance of 444.47 feet to the point of beginning; thence continue North along said West line of 4-4 section a distance of 210.00 feet; thence turn an angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn an angle of 89 deg. 57 min. 45 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg. 02 min. 15 sec. to the right and run a distance of 210.00 feet; thence turn at angle of 90 deg.

It is agreed and understood between the Lessor and the Lessee that wherever the fraction 1/8th appears in paragraph #3, it is hereby amended to read 1/6th.

Notwithstanding anything contained herein to the contrary, it is expressly agreed that this lease does not grant Lessee any right to enter upon the surface of the above described land.

This lease does not cover coal, iron ore, or any other hard rock mineral.

This is a lease wherein the Lessee will pay all cost for all operations herein and under no interpretation can Lessor be billed or charged for any such cost.

This lease shall cover and include oil and gas and all other constituent elements and substances contained in oil and gas produced hereunder; provided that notwithstanding any provision of this lease to the contrary, this lease shall not cover, or include other minerals which are not produced through a well bore.

This lease also covers and includes, in addition to that above described, all land, if any, contiguous or adjacent to or adjoining the land above described and (a) owned or claimed by lesser by limitation, prescription, procession, reversion or unrecorded instrument or (b) as to which lessor has a preference right of acquisition. Lessor agrees to execute any supplemental instrument requested by lesser for a more complete or accurate description of said land. For the purpose of determining the amount of any bonus or other payment hereunder, said land shall be deemed to contain

acres, whether actually containing more or less, and the above recital of acreage in pny tract shall be deemed to be the true acreage thereof. Lessor accepts the forms as lump sum consideration for this lease and off rights, and options hereunder.

2. Unless somer terminated or larger kept in force under other provisions besenf, this lease shall remain in force for a term of **EMEROS** ears from the date hereof, hereinafter called "primary term", and as long thereafter at operations, as hereinafter defined, are conducted upon said land with no creation for more than ninety (90) consecutive days.

3. As royalty, leaser covenants and agrees: (a) To deliver to the credit of leaser, in the pipe line to which leaser may connect its wells, the equal one-eighth part of all oil produced and saved by lesser from said land, or from line to time, at the option of leaser, to pay lessor, the average posted market price of such one-eighth part of such oil at the wells as of the day it is run to the pipe line or storage tunks, lessor's interest, in either case, to bear one-eighth of the cost of treating oil to sender it marketable pipe line oil; (b) To pay lessor on gas and casinghead gas produced from said land, (1) when sold by lesser, one-eighth of such gas and casinghead gas, (e) To pay leasor on all other minerals mined and marketed or utilized by lesser from said land, one-tenth either in kind of value at the well or mine at lesser is election, except that on sulphur mined and marketed the royalty shall be one dollar (\$1,00) per long ton. If, at the expiration of the primary term or at any time or times thereafter, there is any well on said land or on latels with which said land or any portion thereof has been piouled, capable of producing gas or any other mineral covered hereby, and all such wells are shut-in, this lease shall, nevertheless, continue in force as thought operations were being conducted on said land for so long as said wells are shut-in, and thereafter this lease may be continued in force as if no shut-in had occurred. Lessee convexants and agrees to me return well facilities and ordinary lease facilities of flow lines, separator, and lease tank, and shall not be required to settle labor trouble or to market gas upon terms unacceptable to lessee. If, at any time or times after the expiration of the primary term, all such wells are shut-in for a period of ninety consecutive days, and during such time there are no operations on said land, then at or before the expiration of said ninety day period, lessee shall pay or tender, by check or draft of lessee, as royally, a sum equal to one dollar (\$1,00)

The Citizens Bank of Leeds

at 807 1st Ave. S.E. Box 485, Leeds, AL 35094 or its successors, which shall continue as the depositories, regardless of changes in the ownership of shul-in royalty. If at any time that lessee pays or tenders shul-in royalty, two or more parties are, or claim to be, entitled to receive same, lensee may, in lieu of any other method of payment betein provided, pay or tender such shul-in royalty, in the manner above specified, either jointly to such parties or separately to each in accordance with their respective ownerships thereof, as lessee may elect. Any payment hereunder may be made by check or draft of lessee deposited in the mail or delivered to the party entitled to receive payment or to a depository bank provided for above on or before the last date for payment. Nothing herein shall impair lessee's right to release as provided in paragraph 5 hereof. In the event of assignment of this lease in whole or in part, liability for payment hereunder shall rest exclusively on the then owner or owners of this lease, severally as to acreage owned by each.

4. Legace is berely graphed the right, at its option, to pool or unitize all or any part of said lead and of this lease as to any or all minerals or horizons thereunder, with other lands, lease or leave, or portion or portions thereof, or mineral or herozon thereunder, so as to establish units containing not more than 80 surface acres plus 10% acreage tolerance; provided, however, a unit may be established or an existing unit may be enlarged to contain not more than 640 acres plus Mir acreage tolerance, if unitized only as to gas and liquid hydrocarbons (condensate) which are not a liquid in the subsurface reservoir. If larger units are respired, under any governmental rule or order, for the drilling or operation of a well at a regular location, or for obtaining maximum allowable, from any well to be drilled, drilling, or already drilled, any such and may be established or enlarged to conform to the size required by such governmental order or rule. Lessee shall exercise said option as to each desired unit by executing an instrument identifying such unit and thing it for perord in the public office in which this lease is recorded. Each of said options may be exercised by lessee from time to time, and whether before or after production has been established either on and land or on the partial of and latel included in the unit or on other land unitized therewith and any such unit may include any well to be drilled, being drilled or already completed. A unit established hereingler shall be called and effective for all purposes of this lease even though there may be land or mineral, royalty or leasehold interests in land within the unit which are not probled or unitized. Any operations conducted on any part of such motized land shall be considered, for all purposes, except the payment of royalty, operations conducted under this lease. There shall be allocated to the land covered by this lease included in any such unit that proportion of the total production of motived minerals from wells in the unit, offer deducting any used to lease or unit operations, which the number of surface acres in the land encered by this lease included in the unit hears to the total number of surface acres in the unit. The production so allocated shall be considered for all purposes, including the payment or delivery of regulty overriding royalty, and any other payments out of production, to the entire production of unitized minerals from the portion of said land covered hereby and included in such unit in the same manner as though produced from said land under the terms of this lease. The owner of the revisionary estate of any term rocally or mineral estate agrees that the accrual of royalties personnt to the paragraph or of shot-in royalties. from a well on the unit shall satisfy any limitation of term requiring production of oil or gas. The formation of such unit shall not have the effect of changing the ownership of any shut-in production royalty which may become payable under this lease. Neither shall it impair the right of lessee to release from this lease all or any portion of said land, except that lessee may not so release as to lands within a unit while there are operations therein for unitized miterals unless all probed leases are released as to lands within the unit. Lessee may dissolve any unit established hereunder by filing for record in the public office where this lease is perceived a declaration to that effect of at that time no operations are being conducted thereon for unitized minerals. Subject to the provisions of this paragraph 4, a unit once established hereunder shall remain in force so long as any lease subject thereto shall remain in force. A unit may be so established, modified or dissolved during the life of this lease.

5. Letter may at any time and from time to time execute and deliver to lessor or file for record a release or releases of this lease as to any part or all of said land or of any mineral or horizon thereunder, and thereby relieved of all obligations as to the released acreage or interest.

6 This is a PAID-UP LEASE to consideration of the down cash payment, Leuor agrees that Lessee shall not be obligated except us otherwise provided herein, to commence or continue any operations during the primary term. Whenever used in this lease the wind "operations" shall mean operations for and any of the following, desting, completing, recompleting, despecting, plugging back or repairing of a well in search for or is an endeavor to obtain production of oil, gas, sulphur or other mineral, whether or not in paying quantities.

7. Leave shall have the use, few from royalty, of water, other than from leason's water wells, and of oil and gas produced from said land in all operations becomender. Leave shall have the right to draw and remove casing. No well shall be drilled nearer than 200 feet to the house or barn now on said land without the consent of the leaver shall pay for damages caused by its operations to growing crops and timber on said land.

This instrument prepared by: Adolphus B. Baker 5376 Fairway St. Jackson, MS 39211

8. The rights and estate of any party hereto may be assigned from time to time in whole or in part and as to any immeral or horizon. All of the coverants, obligations, and considerations of this lease shall extend to and be binding upon the parties hereto, their heirs, successors, assigns, and successive assigns. No change or doison in the ownership of said land, royalities, or other moneys, or any part thereof, however effected, shall herease the obligations or dominals the rights of leases, its successors or assigns, no change or division in the ownership of said land or of the regardiers, or other moneys, or the right to receive the same, however effected, shall be hooding upon the theoretical owner of this lease until thirty (30) days after there has been furnished to such record owner at his or its principal place of humans by lessor or leasor's horizonessors, or assigns, notice of such change or division, supported by either originals or duly certified copies of the instruments which have been properly filed for record and which evidence such change or division, and of such court records and proceedings, transcripts, or other documents as shall be necessary in the opinion of such record owner to establish the validity of such change or division if any such change or notice the decedent in a depository bank provided for above.

9. In the event lessor considers that lesser has not complied with all its obligations bereinder, both espress and implied, lessor shall notify lesser in writing, setting out specifically in what respects lesser has breached this contract. Lesser shall then have sixty (60) days after receipt of said notice within which to meet or commence to meet all or any part of the breaches alleged by lessor on said lease for any cause, and no such action shall be brought until the lapse of sixty (60) days after service of such notice on lesser. Neither the service of said notice nor the doing of any acts by lesser under the provisions of the alleged breaches shall be deemed an admission or presumption that lesser has failed to perform all its obligations bereadler. Should it be asserted in any notice given to the lesser under the provisions of this paragraph that lesser has failed to comply with any implied obligation or coverant hereof, this lesses shall not be subject to uncellation for any such cause except after final policial oxertainment that such failure exists and lesser has been afforded a reasonable time to prevent cancellation by complying with and discharging its obligations at to which there are operations to constitute a drilling or maximum allowable unit under applicable governmental regulations, (but in no event less than forty across), such acreage to be designated by lesser as nearly as practicable in the form of a square centered at the well in in such shape as then existing spacing rules require, and (2) any part of said land included in a pooled unit on which there are operations. Lesses shall also have such easements on said land as are necessary to operations to eventue.

10 Lessor hereby warrants and agrees to defend title to said land against the claims of all persons whomsoever. Lessor's rights and interests hereunder shall be charged primarily with any mortgages, taxes or other here, or interest and other charges one said land, but lessor agrees that here eshall have the right at any time to pay or reduce same for lessor, either before or after maturity, and be subregated to the right of the holder thereof and to deduct amounts so paid from royalities or other payments payable or which may become payable to lessor and/or assigns under this lease. Lessee is hereby given the right to acquire for its own benefit, deeds, leases, or assignments covering any interest or claim in said land which lessee or any other party contends is outstanding and not covered hereby and even though such outstanding interest or claim for my part of said land then the entire and undivided fee simple estate (whether lessor's interest is become specified or not), or no interest therein, then the royalties, and other moneys accruing from any part as to which this lease covers less than such full interest, shall be paid out of the royalty herein provided. This lease shall be landing upon each party who executes it without regard to whether it is executed by all these named berein as lesson.

If it while this lease is in force at, or after the expiration of the primars term hereof, it is not being continued in force by reason of the shut in well provisions of paragraph 3 hereof and lesse is not conducting operations on said land by reason of (1) any law, order, rule or regulation (whether or not subsequently determined to be invalid) or (2) any other cause, whether similar or dissimilar neverpt financial) beyond the reasonable control of lesses, the primary term hereof shall be extended until the first anniversary date hereof occurring ninety (90) or more days following the removal of such delaying cause, and this have may be extended thereafter by operations as if such delaying cause, and this

12. In the event that Lesser, during the primary term of this lease, receives a bone lide offer which Lesser is willing to accept from any party offering to purchase from Lesser a lease covering any or all of the solicitances covered by this lease and covering all or a portion of the land described herein with the lease becoming effective upon expiration of this lease. Lessor hereby agrees to notify Lesser in writing of said offer immediately, including in the notice the name and address of the offers, the price offered and all other pertinent terms and conditions of the offer. Lesser, for a period of filteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer. All others made up to and including the last day of the primary term of this lease shall be subject to the terms and conditions of this Section. Should Lesser elect to purchase the lease pursuant to the terms bereaf, it shall so notify Lesser in writing by mail or telegram prior to expiration of said 15-day period. Lessee shall promptly thereafter furnish to Lessor the new lesse for execution on behalf of Lessor(s) along with Lesser's

nght draft payable to Lessor in payment of the specified amount as consideration for the new lessee, such dealt being subject only to approval of title according to the terms thereof. Upon receipt thereof, Lessor(s) shall promptly execute said lease and return some along with the endorsed draft to Lessee's representative or through Lessor(s) bank of record for payment. WITNESS WHEREOF, this indranced is executed on the date first above written WITNESS (SEAL) Leola W. Weldon (SEAL) (SEAL) STATE OF ALA. SHELDY CO. INSTRUMENT WAS FILED 1984 JUN 19 10.00 1.00 11.55 JUDGE OF PROSATE JOINT OR SINGLE ACKNOWLEDGEMENT (MISSISSIPPI-ALABAMA-FLORIDA) Alabama STATE OF. Shelby COUNTY OF. Notary Public I hereby certify, that on this day, before me, a -Leola W. Weldon, an unmarri duly authorized in the state and county aforesaid to take acknowledgments, personally appeared .....  $\mathbf{g}_{\mathbf{k}}$ described in and who executed the foregoing instrument and to me known to be the person acknowledged before me that, being informed of the contents of the same; the within and foregoing instrument on the day and year therein mentioned May Given under my hand and official scal, this. (Affix Seal) (Title of Official) nerai Lease ision Misusuppi-Alabama-Florida GRON, MISS and duly recorded at entik id ilus diber County Cherk