

UNITED STATES
DEPARTMENT OF THE INTERIOR
GENERAL LAND OFFICE

Serial Denver 035729
(Sec. 27)

Lease of Oil and Gas Lands Under the Act of February 25, 1920.

THIS INDENTURE OF LEASE, entered into, in triplicate, as of the 27th day of December, 1939, by and between the UNITED STATES OF AMERICA, party of the first part, hereinafter called the lessor, acting in this behalf by the Secretary of the Interior, and Thomas Carl Bailey, Maud Bailey Cline, Pearl Bailey Anderson, L. V. Bailey, all of Grand Valley, Colorado; Olive Bailey Shoults, Jay Em, Wyoming; Iva Irene Wetzel, 5619 Mead, San Diego, and Robert Bailey, 553 N. Helitrope Dr., Los Angeles, California, parties of the second part, hereinafter called the lessees (subject to the unit agreement for the Piceance Creek field, Colorado, approved by the Secretary of the Interior, December 27, 1939, pursuant to the act of March 4, 1931 (46 Stat. 1523), as amended, the provisions of said agreement to govern where the provisions of this lease are inconsistent therewith),

~~subject to the unit agreement for the Piceance Creek field, Colorado, approved by the Secretary of the Interior, December 27, 1939, pursuant to the act of March 4, 1931 (46 Stat. 1523), as amended, the provisions of said agreement to govern where the provisions of this lease are inconsistent therewith),~~
under, pursuant, and subject to the terms and provisions of the act of Congress approved February 25, 1920 (Public No. 146), entitled "An Act to Promote the Mining of Coal, Phosphate, Oil, Oil Shale, Gas, and Sodium on the Public Domain," hereinafter referred to as the act, which is made a part hereof, WITNESSETH:

SEC. 1. Purposes.--That the lessor in consideration of rents and royalties to be paid, and the covenants to be observed as herein set forth, does hereby grant and lease to the lessee the exclusive right and privilege to drill for, mine, extract, remove, and dispose of all the oil and gas deposits in or under the following-described tract of land situated in the Piceance Creek field,

and more particularly described as follows:

- Tract A: T. 1 S., R. 97 W., 6th P.M., Colorado,
Sec. 35, E $\frac{1}{2}$ SE $\frac{1}{4}$,
Sec. 36, SW $\frac{1}{4}$,
T. 2 S., R. 97 W.,
Sec. 1, lots 2, 3, 4, SW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$,
Sec. 2, lots 1, 2, S $\frac{1}{2}$ NE $\frac{1}{4}$, containing 640.89 acres;
- Tract B: T. 1 S., R. 97 W.,
Sec. 27, lots 3, 4, 5, 6, 7, 10, 11, 12, 13, 14, 15,
Sec. 34, all,
Sec. 35, N $\frac{1}{2}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$,
T. 2 S., R. 97 W.,
Sec. 2, lots 3, 4, S $\frac{1}{2}$ NW $\frac{1}{4}$,
Sec. 3, lots 1 and 2, containing 1904.40 acres;

together with the right to construct and maintain thereupon all works, buildings, plants, waterways, roads, telegraph or telephone lines, pipe lines, reservoirs, tanks, pumping stations, or other structures necessary to the full enjoyment thereof, for a period of twenty (20) years, with the preferential right in the lessee to renew this lease for successive periods of ten (10) years, upon such reasonable terms and conditions as may be prescribed by the lessor, unless otherwise provided by law at the time of the expiration of such periods.