

When Recorded Forward To:
GULF OIL COMPANY - U. S.
P. O. Box 1392
Bakersfield, Calif. - 93302

NOV 8 13 18 PM 1971

58124

11651

LEASE AND AGREEMENT

KNOW ALL MEN BY THESE PRESENTS:

THIS LEASE AND AGREEMENT made this 23rd day of September, 1971 by and between William F. Falvey and Clover M. Falvey as "Lessor" and Gulf Oil Corporation, a Pennsylvania corporation as "Lessee."

WITNESSETH:

THAT FOR THE TERM and upon the terms and conditions set forth in a certain written Lease and Agreement dated the 23rd day of September, 1971, all of which terms and conditions are hereby made a part hereof as fully and as completely as if herein specifically set out in full, Lessor has, and does hereby lease, let and demise unto Lessee for the development of natural steam and steam power and for use as such, or for conversion into electrical power or for processing to obtain by-products therefrom, the real property set forth in Exhibit "A" attached hereto and made a part hereof for all purposes. Such lease is for a term of 10 years from and after the date hereof (subject to termination as therein provided) and so long thereafter as there is commercial production of steam, electrical power or any by-product from the condensates of steam, derived or produced from the property leased hereunder and for so long, as well, as Lessee is prevented from producing same, or the obligations of Lessee thereunder are suspended for the causes as set forth in said written Lease and Agreement.

LESSOR

William F. Falvey
William F. Falvey
Clover M. Falvey
Clover M. Falvey

LESSEE

GULF OIL CORPORATION

By B. W. Nille
Attorney-in-Fact

EXHIBIT "A" DESCRIPTION OF PROPERTY

11652

STATE OF OREGON
County of Klamath

For description of the demised premises see "EXHIBIT A" which is attached and made a part hereof.

"EXHIBIT A"

a description of the demised premises of that certain Lease and Agreement dated the 23rd day of September, 1971, by and between William F. Falvey and Clover M. Falvey as Lessors and Gulf Oil Company, a Pennsylvania corporation as Lessee.

The NE1/4 of Section 10, Township 41 South, Range 10 East of the Willamette Meridian, EXCEPT that portion heretofore deeded for rights-of-way and that portion of Lot 7, Section 11, Township 41 South, Range 10 E.W.M., described as follows:
Beginning at the corner common to Sections 2, 3, 10 and 11, Township 41 South, Range 10 East of the Willamette Meridian, in Klamath County, Oregon; thence East along the Section line, a distance of 753 feet; thence South 134.5 feet, more or less, to the Northeastly right of way of the Southern Pacific Railroad; thence Northwestly along the curve of said right of way line, the long chord of which bears North 32°24' West a distance of 124.5 feet, more or less, to the end of said curve; thence North 20°18' West along said right of way line, a distance of 94 feet, more or less, to the West line of said Section 11; thence North, along said Section line, a distance of 122 feet, more or less, to the point of beginning; being a portion of Lot 7, and of the NW1/4 of Section 10, Township 41 South, Range 10 East of the Willamette Meridian;

DOCUMENTARY TRANSFER TAX \$ 55.4
COMPUTED ON FULL VALUE OF PROPERTY CONVEYED,
OR COMPUTED ON FULL VALUE LESS LIENS AND
ENCUMBRANCES REMAINING AT TIME OF SALE.
GULF OIL CORPORATION, BY: Paul J. Lawrence
Signature of Declarant or Agent determining tax, Firm Name