

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

NOV 8 13.16 PM 1971

58125

11654

LEASE AND AGREEMENT

KNOW ALL MEN BY THESE PRESENTS:

THIS LEASE AND AGREEMENT made this 24th day of September, 1971 by and between Lawrence F. Gray and Lois E. Gray, husband and wife

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 24th 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

LESSEE

Lawrence F. Gray
Lawrence F. Gray
Lois E. Gray
Lois E. Gray

GULF OIL CORPORATION

By B. W. Nills
Attorney-in-Fact

EXHIBIT "A"
DESCRIPTION OF PROPERTY

11655

(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 24th day of September, 1971, by and between Lawrence F. Gray and Lois E. Gray as Lessors, and Gulf Oil Company, a Pennsylvania Corporation, as Lessee.

T 40S/ R 9E W.M.

Section 8: E $\frac{1}{2}$ SE $\frac{1}{4}$ and Gov't Lot 6 and a parcel of land being a strip of land 40 feet in width lying along the full length of the East side of NE $\frac{1}{4}$ of said Section 8. and W $\frac{1}{2}$ SE $\frac{1}{4}$ of Sec. 8 less the following described portion thereof, to-wit: Commencing at the Northeasterly corner of NW $\frac{1}{4}$ SE $\frac{1}{4}$ of said Sec. 8 and running South along the E. line of said NW $\frac{1}{4}$ SE $\frac{1}{4}$ a distance of 600 feet; thence Northwesterly in a straight line to a point on the North line of said NW $\frac{1}{4}$ SE $\frac{1}{4}$ which point is 720 feet West of the point of beginning; thence East along said line to the point of beginning;

ALSO

Lot 2, and the portions of NE $\frac{1}{4}$ SW $\frac{1}{4}$, Lot 1, and SE $\frac{1}{4}$ NW $\frac{1}{4}$ of said Sec. 8 lying Southwesterly, Southerly and Southeasterly of the following described line, to-wit: Commencing at a point on the following described line, to-wit: Commencing at a point on the

DOCUMENTARY TRANSFER TAX \$ 1.00
X
GULF OIL CORPORATION, BY and
Signature of Officer or Agent authorized to execute this instrument

specifically set out in full, Lessor has, and does hereby lease, 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

LESSEE

GULF OIL CORPORATION

Lawrence F. Gray
Lawrence F. Gray
Lois E. Gray
Lois E. Gray

By B. W. Miller
Attorney-in-Fact

EXHIBIT "A"
DESCRIPTION OF PROPERTY

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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 24th day of September, 1971, by and between Lawrence F. Gray and Lois E. Gray as Lessors, and Gulf Oil Company, a Pennsylvania Corporation, as Lessee.

T 40S/ R 9E W.M.

Section 8: E $\frac{1}{2}$ SE $\frac{1}{4}$ and Gov't Lot 6 and a parcel of land being a strip of land 40 feet in width lying along the full length of the East side of NE $\frac{1}{4}$ of said Section 8. and W $\frac{1}{2}$ SE $\frac{1}{4}$ of Sec. 8 less the following described portion thereof, to-wit: Commencing at the Northeasterly corner of NW $\frac{1}{4}$ SE $\frac{1}{4}$ of said Sec. 8 and running South along the E. line of said NW $\frac{1}{4}$ SE $\frac{1}{4}$ a distance of 600 feet; thence Northwesterly in a straight line to a point on the North line of said NW $\frac{1}{4}$ SE $\frac{1}{4}$ which point is 720 feet West of the point of beginning; thence East along said line to the point of beginning;

ALSO

Lot 2, and the portions of NE $\frac{1}{4}$ SW $\frac{1}{4}$, Lot 1, and SE $\frac{1}{4}$ NW $\frac{1}{4}$ of said Sec. 8 lying Southwesterly, Southerly and Southeasterly of the following described line, to-wit: Commencing at a point on the North line of said Lot 1, which point lies Westerly 495 feet from the Northeasterly corner of said Lot 1 and running thence Southeasterly to a point which is Westerly 165 feet from a point on the East line of said Lot, which last point is 580 feet South of said N.E. corner of said Lot 1; thence Easterly a distance of 430 feet to a point which is 265 feet Easterly of said point 580 feet South of the NE corner of said Lot 1; and thence Northeasterly in a straight line to a point on the east line of SE $\frac{1}{4}$ NW $\frac{1}{4}$ of said Sec. 8, which point is 840 feet North of the Southeast corner of said SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 8;

Also the portion of Lot 4 of Sec. 7 lying in the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of said Sec. 7.

Section 9: W $\frac{1}{2}$ SW $\frac{1}{4}$ and NE $\frac{1}{4}$ SW $\frac{1}{4}$ and NW $\frac{1}{4}$ SE $\frac{1}{4}$

Section 16: W $\frac{1}{2}$ NW $\frac{1}{4}$

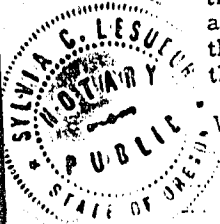
Section 17: W $\frac{1}{2}$ NW $\frac{1}{4}$ and SE $\frac{1}{4}$ NW $\frac{1}{4}$ and E $\frac{1}{2}$ NE $\frac{1}{4}$
Gov't Lots 4, 7, 8, 9, 10, 11, and 12.

1971 SEP 27 PM 1:11

11656

STATE OF Oregon) ss.
COUNTY OF Klamath

On this 30th day of September, 1971, before me, Sylvia C. Lesueur, a Notary Public in and for said County and State, personally appeared Lawrence J. Gray and Lois E. Gray to me known to be the identical person or persons described in and who executed the within and foregoing instrument and acknowledged to me that they executed the same as their free and voluntary act and deed for the uses and purposes therein set forth.



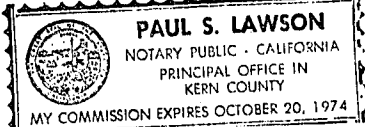
WITNESS my hand and official seal the day and year above written.

Sylvia C. Lesueur
Notary Public in and for said County and State
My Comm. Exp. 10-25-74

STATE OF CALIFORNIA)
COUNTY OF KERN)

On OCT 11 1971, before me, the undersigned, a Notary Public in and for said State, personally appeared B. W. Miller, known to me to be the person whose name is subscribed to the within instrument, as the Attorney in Fact of GULF OIL CORPORATION, and acknowledged to me that he subscribed the name of GULF OIL CORPORATION thereto as principal and his own name as Attorney in Fact.

WITNESS my hand and official seal.



Paul S. Lawson

STATE OF OREGON; COUNTY OF KLAMATH; ss.

Filed for record at request of Klamath County Title Co.
this 8 day of Nov A. D., 19 71 at 3:18 o'clock P. M., and duly recorded in
Vol. M-71 of deeds on Page 11654
4.50

WM. D. MILNE County Clerk

By [Signature]

the same as free and voluntary act and deed for the uses and purposes
therein set forth.

WITNESS my hand and official seal the day and year above written.

Notary Public in and for said County and State

STATE OF CALIFORNIA) ss.
COUNTY OF _____

On _____ before me, the undersigned, a Notary Public in and for said State, personally appeared _____ known to me to be the person whose name _____ subscribed to the within instrument, as the Attorney _____ in fact of _____, and acknowledged to me that _____ subscribed the name of _____ thereto as principal _____ and _____ own name _____ as Attorney _____ in fact.

WITNESS my hand and official seal.

Signature _____
Name (Typed or Printed) _____

NOV 12 1971