Vol. m 13 Page 11149 Recording requested by When recorded mail to: DOWDLE OIL CORPORATION 11866 Wilshire Boulevard Los Angeles, Calif. 90025 Space above for recorders use LEASE AND AGREEMENT (Short Form) THIS LEASE AND AGREEMENT made and entered ipto by and between BUD A. LEE and JUANITA L. LEE, husband and wife, hereinafter called "Lessor" (whether one or more), and DOWDLE OIL CORPORATION hereinafter called "Lessee". WITNESSETH: Lessor hereby leases to Lessee and Lessee hereby leases from Lessor the Land hereinafter described, for the purposes and with the exclusive right to explore for, drill for, produce, extract, take, remove soft hot water, steam and thermal energy and extractable minerals from, and to store, utilize, process, convert and otherwise treat such hot water, steam and thermal energy upon, said Land, and to extract any extractable minerals during the term hereof. The Land hereby leased is situated in Klamath County, State of, Oregon , and is described as follows: T. 39 S. A. 12 E. W.M. Section 20: E% SE%. Containing 80.0 acres, more or less. This lease is made for the term and upon and subject to each and all the terms, provisions, covenants and conditions set forth in the certain Lease and Agreement of even date herewith between the parties hereto covering the Land hereinabove described, and said Lease and Agreement is hereby incorporated herein with the same force and effect as though herein set forth at length. IN WITNESS WHEREOF, said parties have caused this lease to be duly executed as of the date first hereinabove written. DOWDLE OIL CORPORATION