

ADDENDUM TO GEOTHERMAL LEASE AND AGREEMENT

1. In the event Lessee elects to conduct drilling operations on lands pursuant to the terms of said Geothermal Lease And Agreement, Lessee shall first notify Lessor of Lessee's intent and will furnish Lessor with a plat showing the proposed well location and route of ingress and egress thereto and obtain Lessor's consent to proposed location. It is not the intent of this paragraph no. 1 to create in Lessor the right to refuse Lessee the right to conduct operations on any of the lands subject to the Lease, but rather, it is the intent hereof to create a multiple use of said lands so that the respective operations of both Lessor and Lessee may continue with as little interference each with the other as is reasonably possible.
2. Lessee shall furnish Lessor with copies of all logs and technical reports pertaining to all drilling operations on lands subject to the Lease.
3. If, through the operations of the Lessee, any lands that are now farmed and in production are made non-usable for normal farming operations, the Lessee shall pay to Lessor an annual rental of \$400.00 per acre for such land that is made non-productive.
4. Whenever the term "substances" is used in the Geothermal Lease And Agreement to which this Addendum is attached, said term shall not include oil and gas. To the extent that lessee removes oil and slab or gas substances in a commercial manner and sells the same, lessee shall pay lessor reasonable rent for said substances on the basis of the average royalties being paid for said substances during the year of such removal and sale.
5. Should conflict exist between the terms and conditions of said Geothermal Lease And Agreement and those of the Addendum thereto, then the terms and conditions of this Addendum shall prevail.

WITNESS

LESSOR

Sherman T. Waldrip
Sherman T. Waldrip

William M. Waldrip
William M. Waldrip

Thomas E. Waldrip
Thomas E. Waldrip

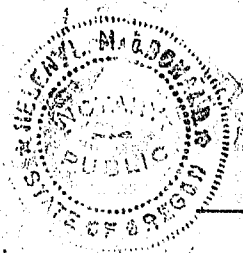
John W. Waldrip
John W. Waldrip

Judy May Olin
Judy May Olin

LESSEE

NATOMAS COMPANY

By *Ken R. Rasmussen*
Vice President



Helen L. Macdonell (Notary)
my commission expires February 1, 1978

Virginia M. Bassett
My Commission Expires November 22, 1977

2211

STATE OF Oregon }
County of Klamath } ss. December 4, 1975.

Personally appeared the above named Sherman T. Waldrip
_____, and acknowledged the
foregoing instrument to be his voluntary act. Before me:

William C. Hartman
Notary Public for Oregon
My Commission expires: 12-29-78

STATE OF Washington }
County of Whatcom } ss. December 10, 1975.

Personally appeared the above named John W. Waldrip
_____, and acknowledged the
foregoing instrument to be his voluntary act. Before me:

Maryann Johnson
Notary Public for Washington
My Commission expires: 6/6/77

STATE OF Arizona }
County of Yuma } ss. Feb. 5, 1976.

Personally appeared the above named Thomas E. Waldrip
_____, and acknowledged the
foregoing instrument to be his voluntary act. Before me:

Virginia M. Baruch
Notary Public for _____
My Commission expires Commission Expires November 22, 1977

STATE OF Arizona }
County of Yuma } ss. Feb. 5, 1976.

Personally appeared the above named William M. Waldrip
_____, and acknowledged the
foregoing instrument to be his voluntary act. Before me:

Virginia M. Baruch
Notary Public for _____
My Commission expires Commission Expires November 22, 1977

STATE OF Oregon }
County of Multnomah } ss. December 19, 1975.

Personally appeared the above named Judy May Olin
_____, and acknowledged the
foregoing instrument to be her voluntary act. Before me:

Helen L. MacDonald
Notary Public for Oregon
My Commission expires: 2/12/78

STATE OF OREGON; COUNTY OF KLAMATH; ss.

Filed for record at ~~the county clerk's~~ 8:33
his 18th day of FEBRUARY A. D. 19 76 at 7 o'clock AM.
duly recorded in Vol. M 76, of DEEDS on Page
FEE \$ 27.00 Wm D. MILNE, County C
By Hazel + Hazel

Ret:- Natomas Co.,
601 California St.,
San Francisco, California Suite 710
94108
Attn:- J. C. Connelly

6. That certain geothermal lease dated December 4, 1974, between Sherman T. Waldrip, et al, as Lessor, and Natomas Company, a corporation, as Lessee, recorded FEBRUARY 18, 1976, in Volume M 76 of Deeds on Page 2205 in the office of the County Recorder of Klamath County, Oregon, covering lands in Klamath County, Oregon, more particularly described as follows:

Township 40 South, Range 9 East, Willamette Meridian

Section 17: SW $\frac{1}{4}$
Government Lots 13, 14 and 6

Section 20: SW $\frac{1}{4}$ NE $\frac{1}{4}$
Government Lots 4 and 5

7. That certain geothermal lease dated December 4, 1974, between Waldrip Bros. Co., a corporation, as Lessor, and Natomas Company, a corporation, as Lessee, recorded September 19, 1975, in Volume M75 of Deeds on Page 11299 in the office of the County Recorder of Klamath County, Oregon, covering lands in Klamath County, Oregon, more particularly described as follows:

Township 40 South, Range 9 East, Willamette Meridian

Section 20: W $\frac{1}{2}$
W $\frac{1}{2}$ SE $\frac{1}{4}$
SE $\frac{1}{4}$ SE $\frac{1}{4}$
Government Lots 2, 3 and 6 (excepting therefrom that portion lying within the SE $\frac{1}{4}$ NE $\frac{1}{4}$ of said Section 20. Portions of Government Lots 2 and 6 and designated by United States Patent #1162276 dated July 20, 1956.

Section 21: Government Lots 1, 2, 3, 4, 5 and 6

Ret:- Natomas Co.,
601 California St.,
San Francisco, California Suite 710
Attn:- J.C.Connelly 94108

STATE OF OREGON; COUNTY OF KLAMATH; ss.

I hereby certify that the within instrument was received and filed for record on the 18th day of FEBRUARY A.D., 1976 at 8:33 o'clock A M., and duly recorded in Vol. M 76 of DEEDS on Page 2214.

FEE \$ 6.00

WM. D. MILNE, County Clerk

By Hazel Bragie Deputy