

3. If at any time after we oil and gas lease or assignment has been delivered to you, whichever is applicable under the terms of Paragraph 2 in the attached agreement, should you desire to discontinue operations and to plug the well or wells on the leased or assigned acreage, or any part thereof, you shall notify us in writing, and we shall, we thirty (30) days after receipt of such notice within which we may inspect and test the wells and notify you whether we desire to take over the leases or assigned acreage or part thereof which you desire to surrender; and if we elect to take over, you shall, within ten (10) days after receipt of written notice from us of such election, execute and deliver to us, an assignment, without warranty of title, either express or implied, of such lease or leases on the acreage which you desire to surrender and the personal property and equipment thereon, and upon receipt of such assignment, we shall pay to you the reasonable salvage value of the recoverable personal property and equipment on such assigned acreage.

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