

CONTRACT made this 27th day of January, 1912, by and between the ASHLAND DRILLING & DEVELOPMENT COMPANY, a corporation, party of the first part, and the ASHLAND FIRE BRICK COMPANY, a corporation, party of the second part; both parties being incorporated under the laws of the State of Kentucky and having their principal offices in Ashland, Boyd County, Kentucky,

WITNESSETH: That the party of the first part agrees to drill two or more wells for natural gas and oil at the place or places selected by the party of the second part, in Boyd County, Kentucky; and the party of the first part agrees to furnish machines, equipment and tools necessary for said drilling, also to furnish at their own proper expense 8-1/4" casing down as deep as may be necessary or required by the party of the second part, and case the well or wells properly; and furnish everything necessary and put down well in best manner possible.

In the event that the first well drilled will, in the opinion of the party of the second part, furnish sufficient gas for their use, then at the option of the party of the second part only one well may be drilled; but they may, at their option, have additional wells put down under this contract.

The party of the second part agrees to locate the well or wells and to pay for same when completed at the rate of \$1.50 per foot down as far as casing is used, and below the point where casing is used, at the rate of \$1.00 per foot.

The party of the first part agrees to arrange well or wells so that in the event natural gas or oil is not found in paying quantities, the party of the second part may use the well or wells for their water supply. In case any extra equipment has to be purchased to make a water well out of the above well or wells, the party of the second part shall pay for same.

Party of the first part agrees to begin drilling the first well within thirty days from date hereof.

IN WITNESS WHEREOF, the parties hereto have hereunto set their hands and seals the day and year first above written.

ASHLAND DRILLING & DEVELOPING COMPANY,

By W. R. Vansant, Pres.

THE ASHLAND FIRE BRICK COMPANY,
By W. B. Seaton, Pres.