

THE CITY OF OKLAHOMA CITY
WELL DRILLING, OPERATION AND PRODUCTION BLANKET BOND

Bond Number: _____

KNOW ALL MEN BY THESE PRESENTS:

That _____ as Principal,
And _____

Authorized to do business in the State of Oklahoma, as Surety, are held and firmly bound unto The City Of Oklahoma City, Oklahoma, (hereinafter referred to as the "City"), in the sum of Twenty-Five Thousand Dollars (\$25,000), lawful money of the United States of America, well and truly to be paid, and for the payment of which, we and each of us, hereby bind ourselves, our heirs, executors, administrators, assigns and successors, jointly and severally firmly by these presents.

WHEREAS, permits have heretofore been granted to _____
To construct and erect the necessary structures and to drill and/or operate wells within the limits of The City of Oklahoma City,
And;

WHEREAS, By the terms of Chapter 37, Article III, Sec. 37-119 of The Oklahoma City Municipal Code, 2010, said Principal is required to furnish a bond in the name of the said City in the above specified sum, conditioned that said Principal will comply with all of the following conditions, to wit:

1. That said Principal shall comply with all of the terms of Chapter 37 of the Oklahoma City Municipal Code, 2010, in the operation of said wells;
2. That said Principal shall promptly pay all fines, penalties and other assessments imposed upon said Principal by reason of the breach of any of the terms, provisions and conditions of Chapter 37 of the Oklahoma City Municipal Code, 2010;
3. That said Principal shall promptly restore the streets, sidewalks and other public property of the City of Oklahoma City of which may be disturbed or damaged in said well operations to their former condition;
4. That said Principal shall promptly clear all premises of all litter, trash, waste, and other substances, and must, after abandonment, grade, level and restore said property to the same surface condition, as far as possible, as existed prior to commencing operations;
5. That said Principal shall indemnify and hold harmless the City from any and all liability attributable to granting the permit;
6. That said Principal shall promptly pay all sums with respect to deductibles on covered losses under insurance policies required by Chapter 37 of the Oklahoma City Municipal Code, 2010; and

7. That said Principal shall comply with all of the terms of Chapter 37 of the Oklahoma City Municipal Code, 2010 concerning the abandonment and plugging of said well(s).

NOW, THEREFORE, if the said Principal shall faithfully carry out all of the conditions and obligations as set forth above, then this obligation shall be void, otherwise to remain in full force and effect.

FURTHER, it is hereby understood and agreed by the parties hereto that this blanket bond is non-cumulative in liability per each well owned or operated by the Principal and that the maximum penal sum of this blanket bond is Twenty-Five Thousand Dollars (\$25,000); in no event may the City Of Oklahoma City recover more that Twenty-Five Thousand Dollars (\$25,000) under this blanket bond.

This bond is for an indefinite term beginning of the _____ day of _____, 20____, and ending twelve (12) months subsequent to the expiration of all of the permits as granted to the Principal to drill and operate the well(s) as referred to above; provided, however, that this bond may be canceled by the Surety at any time by giving thirty (30) days written notice served on the Oil and Gas Inspector of The City Of Oklahoma City.

Dated this _____ day of _____, 20_____.

OWNER\OPERATOR

By: _____
Principal

ATTEST:

Secretary
(Seal)

SURETY

By: _____
Surety

ATTEST:

Secretary
(Seal)

RECEIPT ACKNOWLEDGED By _____, Development Center Manager
for The City Of Oklahoma City, this _____ day of _____, 20_____.

DEVELOPMENT CENTER MANAGER
THE CITY OF OKLAHOMA CITY