

OIL AND GAS LEASES

58 P. S.

§ 33. Guarantee of minimum royalties

A lease or other such agreement conveying the right to remove or recover oil, natural gas or gas of any other designation from lessor to lessee shall not be valid if such lease does not guarantee the lessor at lease one-eighth royalty of all oil, natural gas or gas of other designations removed or recovered from the subject real property.

1979, July 20, P.L. 183, No. 60, § 1, effective in 60 days.

§ 34. Escalation of royalties

An oil, natural gas or other designation gas well or oil, natural gas or other designation gas lease which does not provide a one-eighth metered royalty shall be subject to such an escalation when its original state is altered by new drilling, deeper drilling, redrilling, artificial well stimulation, hydraulic fracturing or any other procedure for increased production. A lease shall not be affected when the well is altered through routine maintenance or cleaning.

1979, July 20, P.L. 183, No. 60, § 2, effective in 60 days.