ATLANTIC RICHFIELD

| INACTIVE | Lease Type | Control | Basefile | County | |
|----------------|------------|---------------------|--------------------|-------------|--|
| DATE 12-1-1998 | | 08-030551 Survey | 151423 | REEVES | |
| | | | Public School Land | | |
| LEASING | | Block | C-21 | | |
| MAPS | | Block Name | | | |
| 212 1/2 | | Township | | | |
| GIS VA | | Section/Tract | 15 | | |
| | | Land Part | | | |
| | | Acres | Net: Gross: 54 | 8.570000 | |
| | | Depth Below | Depth Above | Depth Other | |
| | | | | | |
| | | Name | ATLANTIC RICHFIE | LD | |
| Leasing: | | Lease Date | 2/15/1973 | | |
| Maps: | | Primary Term | 5 years | | |
| | | Bonus | | | |
| GIS: | | Lease Royalty | 0.06250000 | | |
| Scanlab: | | Paid Up | | | |
| | | | | | |
| | | | | | |
| | | | | | |



been placed in Table of Contents
order and scanned.

Please help keep documents in
content order and let the
ScanLab know when new
documents are added to this file.

Thank you for your assistance.

Archives and Records Staff

INACTIVE 121198

FREE ROYALTY LEASE M-77534

195

COUNTY: Reeves
TRACT: see lease
PART:
ACRES: 548.57

LESSEE: Atlantic Richfield Co.
DATE: February 15, 1973

TERM : Five Years
BONUS : \$54

RENTAL: FILE: 151423

Rental RW



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| 18. Ltr from " 11.4.80 | Sanuel sm 02/15/2023 |
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west Texas Office Supply—Milliand & Odessa, Texas
OIL AND GAS LEASE 7X-5/107

| | The Aconomy |
|---------|--|
| : . | THIS AGREEMENT made this 15th day of February 1973, between L. H. Meeker, |
| | Individually and as Trustee for J. J. Meeker and Lawrence Hill Meeker and The First Nation |
| | Bank of Fort Worth, Texas, as Co-Independent Executors of the Estate of William Wade Meeke |
| •: | • deceased of 6000 Camp Bowie Blvd. |
| | •Fort Worth, Texas 76116 (Post Office Address) |
| : •: | herein called lessor (whether one or more) and Atlantic Richfield Company 1. Lessor, in consideration of TEN AND OTHER DOLLARS in hand paid, receipt of which is here acknowledged, and of the royalties herein provided an of the agreements of the lessee herein contained, hereby grants, leases and lets exclusively unto lessee for the purpose of investigating, exploring, prospecting drilling, and operating for and producing oil and gas, injecting gas, waters, other fluids, and air into subsurface strata, laying pipe lines, storing oil, building, roadways, telephone lines, and other structures and things thereon to produce, save, take care of, treat, process, store and transport said minerals, the |
| •: | following described land in Reeves County, Texas to-wit: |
| | All of Section 15, Block C-21, Public School Land Survey, SAVE AND EXCEPT a 91.43 acre trac |
| | "I land out of Section 15, described as the middle 1/3rd of East 3/7ths of said Section 15 |
| •• | It wilder if the of hast of this of said section is |
| | |
| | |
| | |
| | For the purpose of calculating the rental payments have inafter provided for, said land is estimated to comprise 548.57 acres, whether it actually comprises more or less. |
| 18 | 2. Subject to the other provisions herein contained, this lease shall remain in force for a term of five (5) years from this date (called "printry jerm") and as long thereafter as oil or gas, is produced from said land or land with which said land is pooled. 3. The royalties to be paid by lessee are: (a) on oil, and on other liquid hydrocarbons seved at the well, XXXXXI of that produced and saved from said land same to be delivered at the wells or to the credit of lessor in the pipe line to which the wells may be connected; (b) on gas, including casinghead fas and all gas the mouth of the well of the well of the gas so sold or used off the premises or in the manufacture of gasoline or other produced. Therefrom, the market value a the mouth of the well of the well of the gas so sold or used, provided that on gas sold at the wells the royalty shall be XXXXII of the gas so sold or used, provided that on gas sold at the wells the royalty shall be XXXXII of the amount realized from such sale; (c) and at any time when this lease is not validated by other provisions hereof and there is a gas well on said land, or land pooled therewith but gas is not being so sold or used and such well is shut-in, either before or after production therefrom, then on or before 90 days after said well is shut-in and thereafter at annual intervals, lessee or any assignee hereunder may pay or tender advance annual royalty equal to the amount of delay rentals provided this lease for the acreage then held under this lease by the party making such payment or tender, and so long as said advance royalty is paid or tendered this lease shall not terminate and it will be considered under all clauses hereof that gas is being produced from the leased premises in paying quantities. Such payments may be paid or tendered in the depository bank and in the same manner as provided herein for the payment or tender of delay rentals. Within the gap the payment is the payment of the payment or tender of delay rentals. Within the gap to the payment is the pay |
| | as to both parties unless on or before one (1) year from this date lesses shall pay or tender to the lessor a rental of \$548.57 which shall cover the privilege of deferring commencement of such operations for a period of twelve (12) months. In like manner and upon like payments or tenders, annually, the commencement of said operations may be further deferred for successive periods of the same number of months, each during the primary term. |
| | Payment or tender may be made to the lessor or to the Continental National Bank |
| | at Fort Worth, Texas , which bank, or any successor thereof, shall continue to be the agent for the lessor and lessor's heirs and assigns. If such bank (or any successor bank) shall fail, liquidate, or be succeeded by another bank, or for any reason shall fail or refuse to accept rental, lessee shall not be held in default until thirty (30) days after lessor shall deliver to lessee a recordable instrument making provision for another acceptable method of payment or tender, and any depository charge is a liability of the lessor. The payment or tender of rental may be made by check or draft of lessee, mailed or delivered to said bank or lessor, or any lessor if more than one, on or before the rental paying date. 5. Lessee is breaky granted the right and name form that the lessor thereof, shall deliver to lessee a re- |
| | 5. Lessee is hereby granted the right and power, from time to time, to pool or combine this lease, the land covered by it or any part or horizon thereof with any other land, lesse, leases, mineral estates or parts thereof for the production of oil or gas. Units pooled for oil hereunder shall not exceed forty (40) |
| | acres plus a tolerance of 10%, and units pooled for gas shall not exceed the standard proration unit fixed by law or by the |
| | Railroad Commission of The State Of Texas or by other lawful authority for the pool area in which said land is situated, plus a tolerance of 10%. Lessee shall file written unit designations in the county in which the premises are located and such units may be designated from time to time and either before or after the completion of wells. During operations on or production from any part of any such unit shall be considered for all purposes, except the payment of royalty, as operations conducted upon or production from the land described in this lease. There shall be allocated to the land covered by this lease included in any such unit that portion of the total production of pooled minerals from wells in the unit, after deducting any used in lease or unit operations, which the number of surface acres in the land covered by this lease included in the unit bears to the total number of surface acres in the unit. The production so allocated shall be considered for all purposes, including the payment or delivery of royalty, to be the entire production of pooled minerals from the portion of said land covered hereby and included in said unit in the same manner as though produced from said land under the terms of this lease. Any pooled unit designated by lessee, as provided herein, may be dissolved by lessee by recording an appropriate instrument in the County where the land is situated at any time after the completion of a dry hole or the cessation of production on said unit. 6. If prior to the discovery of oil or gas hereunder, lessee should drill and abandon a dry hole or holes hereunder, or if after discovery of oil or gas hereunder. |
| | 6. If prior to the discovery of oil or gas hereunder, lessee should drill and abandon a dry hole or holes hereunder, or if after discovery of oil or gas the production thereof should cease for any cause, this lease shall not terminate if lessee commences reworking or additional drilling operations within 60 days thereafter and dilinently prosecutes the same, or (if it be within the primary term) commences or resumes the payment or tender of rentals or commences operations for drilling or reworking on or before the tental paying date next ensuing after the expiration of three months from date of abandonment of said dry hole or holes or the co-station of production. If at the expiration of the primary term oil or gas is not being produced but lessee is then engaged in operations for drilling or reworking of any well, this lease shall remain in force so long as such operations are diligently prosecuted. If during the crilling or reworking of any well under this paragraph, lessee loses or junks the hole or well and after diligent efforts in good faith is unable to complete said operations, then within 30 days after the abandonment of said operations lessee may commence another well and drill the same with due diligence. If any drilling, adherently, or reworking operations hereunder result in production, then this lease shall remain in full force so long thereafter as oil or gas is produced between the commence of the c |
| | 7. Lessee shall have free use of oil, gas and water from said land, except water from lessor's wells and tanks, for all operations hereunder, and the royalty shall be computed after deducting any so used. Lessee shall have the right at any time during or after the expiration of this lease to remove all property and fixtures placed by lessee on said land, including the right to draw and remove all casing. When required by lessor, lessee will bury all pipe lines or cultivated lands below ordinary plow depth, and no well shall be drilled within two hundred feet (200 ft.) of any residence or barn now on said land without lessor's consent. Lessor shall have the privilege, at his risk and expense, of using gas from any gas well on said land for stores and involved the provilege. |
| | 8. The rights of either party hereunder may be assigned in whole or in part and the provisions hereof shall extend to the heirs, executors, administrators, or diminish the rights of lessee; and no change or division in such ownership shall be briding upon lessee for any purpose until 30 days after lessee has been the original lesser, and no change or division in such ownership shall be briding upon lessee for any purpose until 30 days after lessee has been the original lesser. If any such change in ownership occurs through the death of the owner, lessee may pay or tender any rentals or royalties to the credit of the decreased or his estate in the depository bank until such time as lessee has been furnished with evidence satisfactory to lessee as to the persons entitled to the several leasehold owners ratably according to the surface area of each, and default in rental payment by one shall not affect the rights of other leasehold owners hereunder. An assignment of this lease, in whole or in part, shall, to the extent of such assignment, releave and discharge lessee of any obligations lessee or assignee of part or parts bereof shall fail or make default in the payment of the proportionate part of the rentals due from such which lessee or any ossignee thereof shall so comply or make payment of this lease, or from conducting dilling or reworking operations hereunder, or from producing oil or gas hereunder by reasons of scarcity or inability to obtain or use comment or material, or hyperstein of the presents of the presents of the payment of the provisional part of the reworking operations hereunder, or from producing oil or gas hereunder by reasons of scarcity or inability to obtain or use comment or material, or hyperstein of the presents of the p |

under, or from producing oil or gas hereunder by reasons of scarcity or inability to obtain or use equipment or material, or by operation of force majeure, or shall not be liable for failure to comply therewith; and this lease shall be extended while and so long as lessee is prevented by any such cause from conducting oil or gas from the lease shall not be liable for failure to comply therewith; and this lease shall be extended while and so long as lessee is prevented by any such cause from conducting lessee, anything in this lease to the contrary notwithstanding.

10. Leven hereby warrants and agrees to defend the title to said land, and agrees that lessee, at its option, may discharge any tax, mortgage, or other lieutupon said had, and in the event lessee does so, it shall be subrogated to such lieu with the right to caforce same and epply rentals and royalt's accruing hereunder toward saidying same. Without impairment of lessee's right under the warrants, is the event lessee does so, it shall be subrogated to such lieu with the right to caforce same and epply rentals and royalt's accruing hereunder toward saidying same. Without impairment of lessee's right under the warrants, is the event lessee of this, it is right liaster owns an of the partners maked above to because fail to execute this lense it out the warrants, and rentals are lesses to be not all partners and as a substance of this and a saints by delivering or making a release thereof to the lessor, or by placing a release thereof of croord in the county in which said land is situated; because shall be released from all obligations, expressed or implied, of this specement as to accease so surrendered, and thereafter the rentals payable because shall be released in the proportion that the accease covered hereby is reduced by said release or releases.

such sums. In the event of an assignment of this lease as to a segregated portion of said land, the rentals payable hereunder shall be apportioned as between such sums. In the event of an assignment of this lease as to a segregated portion of said land, the remais payable normaler shall be apportioned is between the several leasehold owners ratably according to the surface area of each, and default in rental payable by one shall not affect the rights of other leasehold leave or assignment of this leave, in whole or in part, shall, to the extent of such assignment, release and discharge teases of the leave or assignee or fail to comply with any other provision of the lease, such default shall not affect this leave in so far as it covers a part of said from such which leave or any assignee thereof shall so comply or make payment of said rentals.

9. Should lessee be prevented from complying with any express or implied covenant of this lease, or from conducting drilling or reworking operations hereunder, or from producing oil or gas hereunder by reasons of scarcity or inability to obtain or use equipment or material, or by operation of force majoure, or shall not be liable for failure to comply therewith; and this lease shall be extended while and so long as leaster is prevented by any such cause from conducting drilling or reworking operations on or force producting drilling or reworking operations of or conducting drilling or reworking operations on or force producting drilling or reworking operations of or conducting drilling or reworking operations of or force producting oil or gas from the leased producting and the time while leases is an unconstant of the population of a conducting drilling or reworking operations. drilling or reworking operations on or from producing oil or gas from the leased premises; and the time while lease is so prevented shall not be counted against lessee, anything in this lease to the contrary notwithstanding.

10. Lessor hereby warrants and agrees to defend the title to said land, and agrees that lesses, at its option, may discharge any tax, mortgage, or other lien upon said land, and it the event lesses does so, it shall be subregated to such lien with the right to caforce same and apply regular and royalists accuraing hereunder toward satisfying same. Without impriment of lesses's recent under the werenity, is the event of following that it has a same and had been the capture for same and had been the capture for same and had been the capture for same in the capture of the

of the parties named above as basers full to extend the lense it or if more there is be finding or in the parties named above as basers full to extend the lense it or if more there is be finding or in the parties are essent, then it is extend to extend the end to the finding of the parties are essent, then it is not to the lense it is the parties are essent in the country to some one and are the essent of the source of the end of the country or mailing a release thereof to the lense, or by theiring a release thereof of the country in which said land it sinusted; therefore the relative terms of the country in which said land it sinusted; the relative the relative terms of the country in the country in which said land it is intacted; the relative terms of the relative terms of the country in the country in which said land it is intacted; the relative terms of the relati

12. Anything hereinabove to the contrary notwithstanding, it is understood and agreed that in the event less than all of the above described land is included in a gas pooled unit operations on or production from said unit shall not be considered as operations on or production from that portion of the above described land that is not included in said unit.

13. The above described land having been sold by The State Of Texas, under a mineral classification, Lessor recognizes that The State Of Texas, is under the provisions of Section 4, of Article 5421-C, of the Revised Civil Statutes of The State Of Texas, entitled to receive the free royalty therein stipulated on all, gas and other minerals that may be produced from the land hereinabove described, and by these presents authorizes the Lessee or any Assignee thereof to deduct from the royalty recited to be payable or deliverable to Lessor under the provisions of paragraph 3 hereof, any royalty to which The State Of Texas, is entitled.

Executed the day and year first above written.

L. H. Meeker, Individually and as Trastee for J. J. Meeker

Lawrence Hill Meeker, as Co-Independent

Executor of the Estate of William Wade Meeker. deceased

The First National Bank of Fort Worth, Texas, as Co-Independent Executor of the Estate of William Wade Meeker, deceased

Vice-President and Trust Officer

RENTAL DIVISION ORDER 7^{x}

| • Vol | , at page | , of the | Records of |
|--------------|-------------------------------------|---|--|
| •••• | Reeves | County (PXYX), State of Texa | as between |
| LH. MEEKE | MEEKER, Individ ER and THE FIRST | | . J. MEEKER, and LAWRENCE HIL H, TEXAS, as Co-Independent |
| • • • | Δ, | CLANTIC RICHFIELD COMPANY covers the following land situated in said Co | • • • |

All of Section 15, Block C-21, Public School Land Survey, SAVE AND EXCEPT a 91.43 acre tract of land out of Section 15, described as the middle 1/3rd of East 3/7ths of said Section 15.

We, the undersigned parties, hereby authorize you to pay or tender rentals under said lease in accordance with the provisions thereof to the respective parties named below, or to the credit of any party named below either to a depository bank as named in said lease or to the respective depository set out below opposite such party's name, and in the following amounts:

| CREDIT TO L. H. MEEKER | Fractional Interest | TNUOMA | DEPOSITORY |
|---|------------------------|-----------|--|
| 6000 Camp Bowie Boulevard Fort Worth, Texas 76116 | 1/3 | \$ 182.85 | Continental National Bank Fort Worth, Texas 76102 SS |
| L. H. MEEKER, Trustee for J. J. Meeker 6000 Camp Bowie Boulevard Fort Worth, Texas 76116 | 1/3 | 182.86 | Continental National Bank Fort Worth, Texas 76102 SS # |
| LAWRENCE HILL MEEKER and THE FIRST NATIONAL BANK OF FORT WORTH, Co-Independent Executors of the Estate of William Wade Meeker, Deceased, c/o Trust Dep The First National Bank of Ft. P. O. Box 2260, Ft. Worth, Tex. | t. Vorth | 182.86 | The First National Bank of Fort Worth Fort Worth, Texas 76102 Tax I.D. |

Each of the undersigned parties agrees that payment or tender of said rentals as set forth above will protect said lease and continue same in force as therein provided in so far as said lease covers the interest of such undersigned party in said land. Each undersigned party, however, certifies only the interest, if any, set forth above opposite such party's name.

This division order covers only payment of delay rentals under said lease as to said land and does not cover royalty payments thereunder.

The provisions hereof shall be binding upon our respective heirs, legal representatives, successors and assigns, except that payment of rentals under said lease as to said tract to an assignee of any undersigned party shall be made to the depository bank named in said lease, if different from the respective depository specified above.

| WITNESSES: L. H. MEKER, Individually and as | |
|---|-----|
| \sim | |
| | |
| Trustee for 1. J. Meeken MUMMUL LAWRENCE HILL MEEKER and THE FIRST NATIONAL BANK OF FORT WORTH | |
| Trust Officer By Victrosident and Treat Giffer | |
| Co-Independent Executors of the Estate of William Wade Meeker, Dece | :as |

THE STATE OF TEXAS COUNTY OF Larrant BEFORE ME, the undersigned authority, on this day personally appeared L. H. MEEKER, known to me to be the person whose name is subscribed to the foregoing instrument and acknowledged to me that he executed the same for the purposes and consideration therein expressed and in the capacity therein stated. GIVEN UNDER MY HAND AND SEAL OF OFFICE this the /6 day of February, 1973. वद्यकृष्यः Notary Public in and for County, Texas THE STATE OF TEXAS COUNTY OF C BEFORE ME, the undersigned authority, on this day personally appeared LAWRENCE HILL MEEKER, known to me to be the person whose name is subscribed to the foregoing instrument and acknowledged to me that he executed the same for the purposes and consideration therein expressed and in the capacity therein stated. the day of February, 1973. GIVEN UNDER MY HAND AND SEAL OF OFFICE this the 16-Notary Public in and for County, Texas THE STATE OF TEXAS COUNTY OF TARRANT BEFORE ME, the undersigned authority, on this day personally appeared

JIM C. BELL going instrument as Vice-President and Trust Officer of The First National Bank of Fort Worth, Texas, a going instrument as Trust Officer of The First National Bank of Fort Worth, Texas, a corporation, and acknowledged to me that he executed the same for the purposes and consideration therein expressed as the act and deed of said corporation, and in the capacity therein stated. โรงห_{ัวร}ัฐ

GIVEN UNDER MY HAND AND SEAL OF OFFICE this the 20th day of February, 1973.

VIRGHTIA E WALTHER PARRANT COUNTY TEXAS

My Commission Express Indo 1, 1973 Sammon Cook

Public and for in

County, Texas

(TEXAS FORMS OF ACKNOWLEDGMEN., SINGLE ACKNOWLEDGMENT

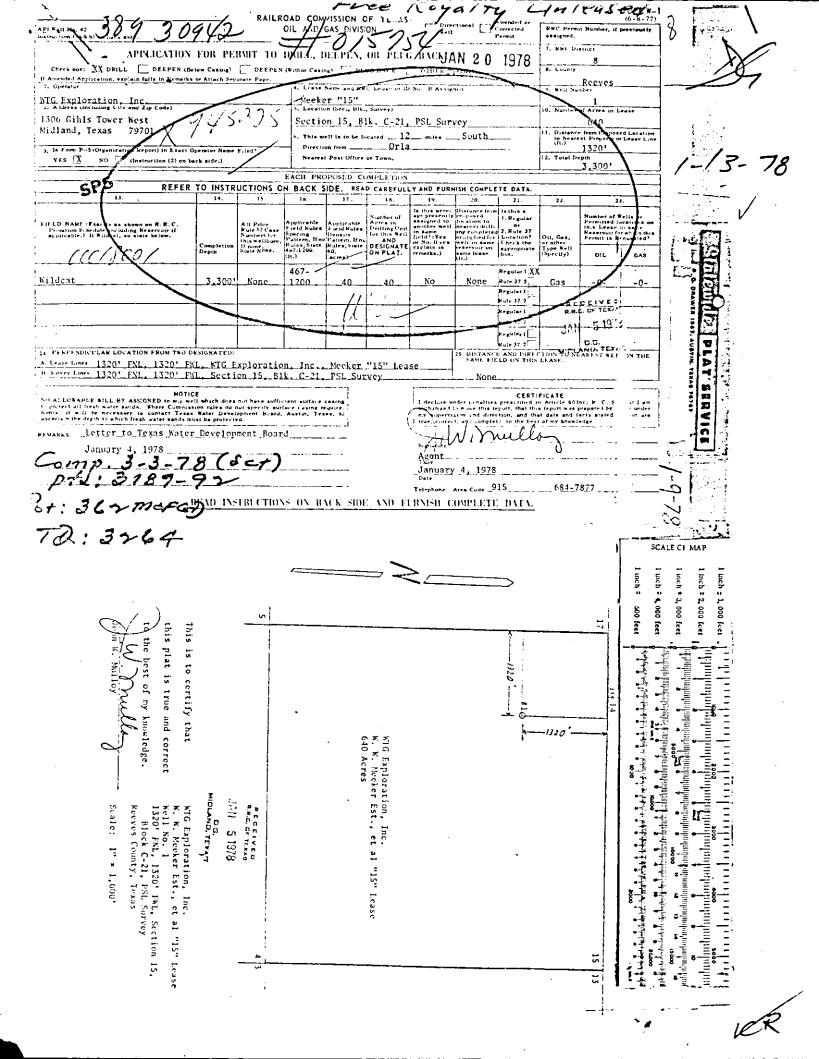
THE STATE OF TEXAS

| COUNTY OF TARRANT L. H. MEEKER | BEFORE ME, the undersigned authority, on this day personally known to me to be the |
|---|--|
| person whose name is/Ale subscribed to the foregoing same for the purposes and consideration therein expressed. | instrument and acknowledged to me thathe/MXXexecuted the |
| Given under my hand and seal of office this the | day of January of January of A. D. 19 |
| | Hlanner M. Brigone |
| | Notary Public in and for Tarrant County, Texas |
| CORPORATION | ACKNOWLEDGMENT |
| THE STATE OF TEXAS | |
| •• COUNTY OF TARRANT | BEFORE ME, the undersigned authority, on this day personall |
| appeared JIM C. BELL Vice-Preside | ent and The First National Bank of |
| subscribed to the foregoing instrument, as Trust Off a corporation and atknowledged to me that he executed the | icer of Fort Worth same for the purposes and consideration therein expressed, in the |
| capacity stated, and as the act and deed of said corporation. | Tobruana 73 |
| VIRGINIA E WALTHER () | day of reblidaly A B. 19 75 |
| TARBANT COUNTY, JEX. | Notary Public in and for Tarrant County, Texas |
| My Commission. Expires June 1, 1973 | |
| A Community of | F ACKNOWLEDGMENT) |
| STATE OF LOUISIANA, (PERSONAL ACI | KNOWLEDGMENT) |
| PARISH OF | BEFORE ME, a Notary Public, |
| in and for Parish, Louisiana, | on this, 19, |
| personally came and appeared | |
| • | and |
| | the identical person who executed the foregoing in- |
| | own true and genuine signature, and thathe |
| executed said instrument of own free will Thus done and passed on the day and date hereinabove | , and for the purposes and considerations therein expressed. written, in the presence of the before named and undersigned |
| competent witnesses, who have hereunto subscribed their na reading the whole. | mes, together with said appearer, and me, said Notary, after |
| WITNESSES: | |
| | |
| · | |
| • | |
| | Parish Notary Public. |
| STATE OF LOUISIANA, | CKNOWLEDGMENT |
| PARISH OF | BEFORE ME, the undersigned authority, a Notary Public, |
| • | ared |
| | neof the |
| officer and authority of said Corneration he signed and e- | that as such duly authorized xecuted the foregoing instrument, for and on behalf of said |
| | and for the objects and sses whose names are thereunto subscribed. |
| | sses whose names are thereunto subscribed. and and official seal and the said appearer and the said wit- |
| | day of |
| WITNESSES: | • |
| | |
| | |
| | |
| | Parish Notary Public. |
| rder , 19 | der. |
| 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 | Parish, Louisians ord on the duly recorded ir office. Jerk or Recorder n to |
| | ន្ទី និ ខ្លួន និ |
| | rith did at the state of the st |
| | Parish, Louisians 1 for record on the 19 st M., and duly recorded in Page of this office. County Clerk or Recorder d return to . Houston, Texas |
| | for recc 19 M. and Page of this of this of this in the county C |
| ivisi in Low FROM | d fo d fo |
| From CO TO To | was filed for record on the 19 , at 19 , at Page Page County Clerk or Re County Clerk or Re duting Co. Houston, Teres |
| | ves ves |
| Rental Division Order (Texts and Louisiana) FROM TO County | record on 19, st. clock M, and duly Page of the records of this office. County Clerk o County Clerk o |
| | o'clock |
| | |
| | |
| Dated No. A | Term Thi Out |
| | |

77534

File Dated 422-78

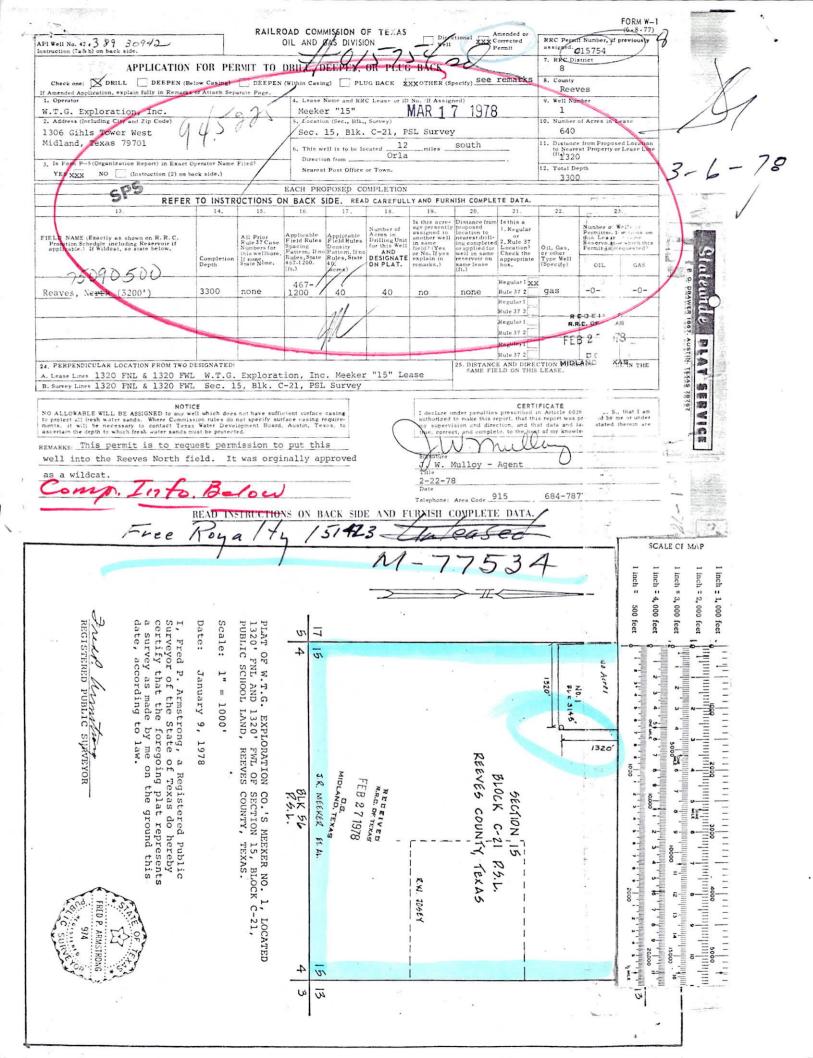
Hob Armstrong, Commissioner

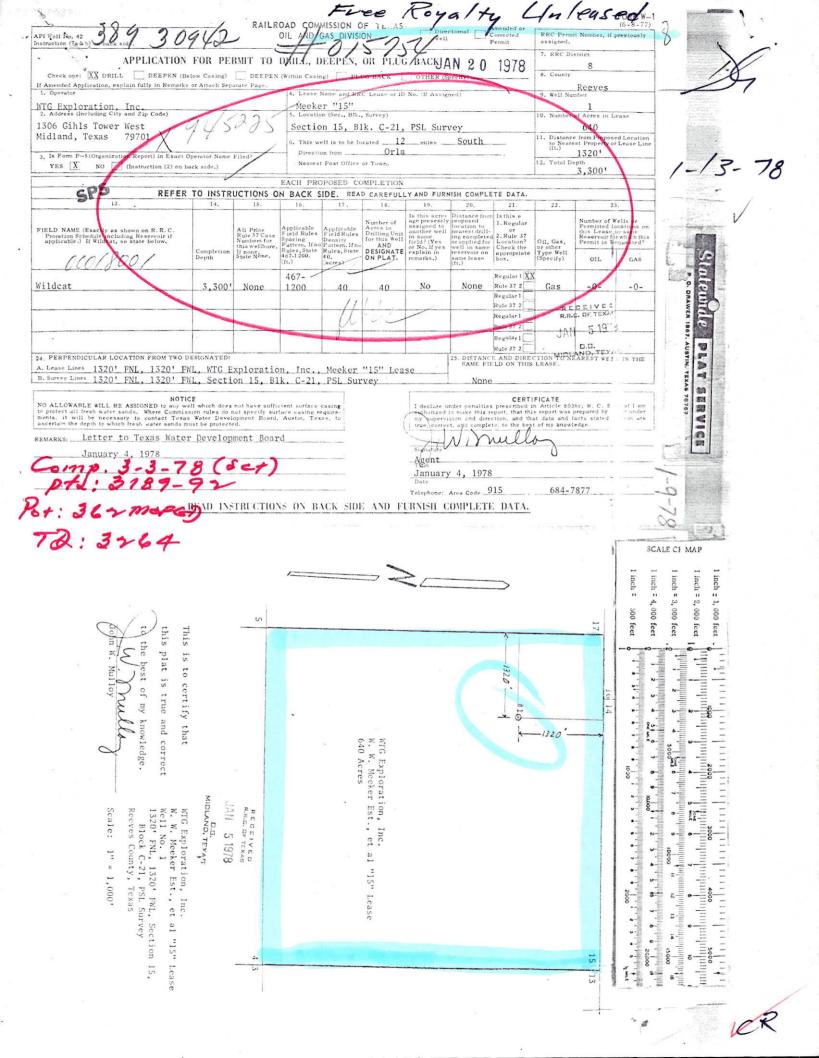


77534

File Dated Undated

Bob Armstring, Cormissioner





WELL STATUS REPORT

| STATE LEASE NO | FEE_ | R.A.L | FREE | Yes ROYALTY |
|--------------------------------|--|---------------------------------------|-------------|--|
| OFFSET, APPROX. | FT. FROM | 4 STATE LEAS | SE | |
| Meeker '15' LEASE | | | | WELL NO. 1 |
| FIELD NAME | | WILDCAT | Yes cou | NTYReeves |
| REPORT NO. SPUD DATE | | | | |
| COMPLETION DATE | то | TAL DEPTH_ | 3264 f€ | et |
| PERFS | | | | |
| POTENTIAL/TEST: OIL | _ GAS | · | | D&A |
| REMARKS: Tom Brown Drg Co. Rig | | | | |
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2-25-75

INSPECTOR

DATE___Feb 1,1978

WELL STATUS REPORT

| OPERATOR WTG Exploration Inc. | |
|-------------------------------|------------------------------|
| STATE LEASE NO | FEE R.A.L. FREE ROYALTY Yes |
| OFFSET, APPROX | FT. FROM STATE LEASE |
| LEASE Meeker '15' | well no. #1 |
| FIELD NAME | WILDCAT Yes COUNTY Reeves |
| REPORT NO. 2nd SPUD DATE 1 | -14-78 DRILLING DEPTH |
| COMPLETION DATE Unkown | TOTAL DEPTH 3264 feet |
| | 1ST COMPLETION: YES ?? NO ?? |
| POTENTIAL/TEST: OIL | GAS 362,000 MCF/D D&A |
| REMARKS: P.B.depth-3214 feet. | (SAST) |
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| BA/jmh/gs | INSPECTOR T |
| 2-25-75 | DATE / 3,1978 |
| | DATE Y/ 1968 1, 1710 |

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M. F. 77534

APPLICATION TO DRILL

| WE | LL # | |
|----------------|---------|------|
| FILED | <u></u> | 1978 |
| BOB ARMSTRONG, | | |
| BY: | MHV | |

May 9, 1979

W.T.G. Exploration, Inc. 229 Western United Life Building Midland, Texas 79701

RE: State Lease M-77534 Section 15 Block C-21 Reeves County, Texas

Ebitlwidh:

This will acknowledge receipt of your \$274.29 check for shut-in gas royalty for the above lease.

Please complete and return one copy of the enclosed shut-in gas affidavits.

If the annual shut-in affidavit has already been forwarded, please disregard this request.

Sincerely yours,

George A. Clark, Supervisor Resource Accounting Telephone No. 512-475-2858 RWB/glc Enclosures

M. F. 77534 (4) To W. T. G. Explo,
From
Dated 5-9-77

M-77534

Shut-In Affidavit

Enter appropriate comments, if any, and initial. Pass to next person within one day.

| Affidavit Auditor Comments: | Initial: | Date: 6-26-79 |
|--|----------|---------------|
| Exploration & Development Comments: | R.V.B | 6-26-7 |
| Legal-Energy Resources Comments: | JS | 6-27-79 |
| Affidavit Auditor Comments: | | |

WTG EXPLORATION, INC.

229 WESTERN UNITED LIFE BLDG. (915) 682-6311 MIDLAND, TEXAS 79701

4/30/79 Check #9304

Shut-in royalty payment to be deposited to the credit of the General Land Office for All of Section 15, Block C-21, P.S.L. Survey, Reeves County, Texas, save and except for a 91.43 acre tract of land out of said Section 15, being described as the middle 1/3 of the East 3/7 of said Section, containing 548.57 acres more or less. Arco #051107-0 Oil and Gas Lease, Reeves County, Texas, Exp. Lease Date 2/15/79, Recorded in Vol. 322, Page 190.

\$274.29

101914

122

9304

WPG EXPLORATION, INC. 229 Western United Life Blog. Midland, Texas 79701

| General Land Office Bob Armstrong, Commissioner | Date April 30, 1979 |
|--|---|
| State of Texas | |
| Austin, TX 78701 | |
| | |
| Gentleren: | |
| | |
| we enclose herewith our check in payable to yourselves to be deposited parties: | the amount of \$ 274.29 to the credit of the following |
| | |
| General La | and Office |
| u e | |
| | |
| | |
| | ±* |
| The above amount is in payment o | f shut-in royalty for the |
| following: All of Section 15, Block C-21, save and except for a 91.43 acre tract of lar as the middle 1/3 of the East 3/7 of said Sec Arco +051107-0 Oil and Gas lease, Pseves Cour Recorded in Vol. 322, Page 190 | P.S.L. Survey, Reeves County, Texas, and out of said Section 15, being described etion, containing 548.57 acres more or less. |
| 9 | |
| PLEASE SIGN IN THE SPACE PROVIDED BFI ONE COPY OF THIS RENTAL RECEIPT TO US | |
| Your Word | and Jakon 101914 Exploration, Inc. |
| Receipt is hereby acknowledged of the | above amount and the same has |
| been credited according to your instr | ructions. |
| | |
| Dated | |
| | |
| | |
| | |
| Deage No. | E: |
| | |
| m-77534 | miala |
| /// / / / / / / | Title |
| ' A recent " | |
| Enginer needles given to sumy for | |
| onginal receipt given to simy for mailing 5-4-79 | 63.04 |

Receiving Stamp

| GENERAL LAND OFFICE LEASE NUMBER M- 77 534 |
|---|
| Operator W. T. G. Exploration INC. |
| Lease Name Mee Ker "15" Field Reaves North (3200') |
| Description of Lease: |
| |
| 11200 |
| Part NW/4 Section 15 Block C-2/ |
| Grantee PSL Acres 160 County Recycs |
| The following well or wells are classified Gas Wells by the Railroad Commission of Texas and are Shut-in: |
| Well # Number Gas Zones Completed Potential MCF/day 362 |
| Barrels Liquid None Date Shut-in 2-17 after Potential, 197 |
| • Well # Number Gas Zones Completed Potential MCF/day |
| Barrels Liquid Date Shut-in ,19 |
| List additional wells and information under Remarks. |
| It is there a suitable market for the gas that can be produced? /es |
| 2. Name of nearest purchaser Pioneer Natural Gas |
| 3. Distance to nearest Gas Pipe Line 15000 Price per MCF being offered 2.55 |
| 4. Is there a well completed within 1000' of this lease that is producing from the same reservoir in which the above mentioned well(s) is completed? No |
| 5. Is there a well that is draining this lease, but further than 1000'? NO |
| If Yes on 4 and/or 5, furnish: Operator_ |
| Lease Mecker "15" Date of first production None |
| |
| Remarks: |
| |
| |
| (0.17//20 |
| need 274.29 5/4/79 neg#101914 |
| 5/4/79 |
| neg# 101914 |
| I certify that this statement is true and correct. G.L.O. use only |
| Nory Halkour |
| By: Gary R. Jackson - Title Accountant |
| Sworn and subscribed to before me, the undersigned |
| Notary Public in and for |

Midland County, State of Lyas

| | | Filed by Clerk | Commissioner | For 3/1 1958 3/1 19.75 | Affidavit and |
|---|--|----------------|--------------|------------------------|---------------|
| • | entropies de la companya de la comp La companya de la companya de | 23 | | | (1) |

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| G.L.O. use only: | | | | , | 7 |
| | ** ** ** ** ** ** ** ** ** ** ** ** ** | | <u>M-</u> | | - |
| Has lease been ame | nded? | • | | | |
| Electric or Radio | Active Logs filed? | | | | |
| Potential Test (RF | C Form GWT-1 receive | d? | | | |
| Primary Term Expir | ed | , 19 | | | |
| AcresF | ental \$ | Twice Renta | 1 \$ - | | |
| Checked by | | Audited by | | | _ |
| Shut-in Gas Royalty for | 19 | to | 19\$ | | _(\(\ |
| | | | | | ユ |

June 15, 1979

WTG Exploration, Inc. 1306 Gihls Tower West Midland, Texas 79701

ATTENTION: R. Keith Moore

Controller

RE:

State Lease M-77534

Meeker "15"

Reeves N. (3200) Field Reeves County, Texas

Gentlemen:

This refers to our letter dated January 17, 1979 and your reply dated February 7, 1979 concerning a Gas Purchase Contract for the sale of gas from the above lease.

If negotiations are complete, please send this office a copy of the Contract and Gas Contract Brief.

Sincerely yours,

Harry T. Finnell, Supervisor Gas Contracts Energy Resources Phone: 512 475-4541 HF/1g

6 7753F

COUNTER A RESENCE PILE

TO WIG EXPLORATION

Prom

Dated 6-15-79

12)

WTG EXPLORATION, INC. 229 WESTERN UNITED LIFE BUILDING MIDLAND, TEXAS 79701

J.S 14 124

J. L. DAVIS PRESIDENT

R. KEITH MOORE CONTROLLER

WILSON COMOLA
GEOLOGICAL CONSULTANT

A/C 915 682-6311

June 21, 1979

Mr. Bob Armstrong General Land Office Austin, Texas 78701 Attn: Mr. Harry T. Finnell

Re: State Lease M-77534
Meeker "15"
Reeves N. (3200) Field
Reeves County, Texas

Dear Mr. Finnell:

At this point in time a decision has not been made as to whether it will be economical to produce from the Meeker "15". Tests are currently being run on other state leases closer to the sales pipeline. If these are favorable, the Meeker "15" will be put in production. It follows that there has not been a gas contract negotiated.

Yours very truly,

GRJ/vb

77534 CO. 77534 From Pated 6-21-79

September 14, 1979

WTG Exploration, Inc. 1306 Gihls Tower West M&dland, Texas 79701

ATTENTION: R. Keith Moore

Controller

RE: State Lease M-77534

Heeker "15"

Reeves N. (3200) Field Reeves County, Texas

Gentlemen:

This refers to our letter dated June 15, 1979 and your reply dated June 21, 1979 concerning a Gas Purchase Contract for the sale of gas from the above lease.

If negotiations are complete, please send this office a copy of the Gontract and Gas Contract Brief.

Sincerely yours,

Harry T. Finnell, Supervisor Gas Contracts Energy Resources Phone: 512 475-4541 HF/1g

8) To WTG

Dated 9-14-79

September 26 ,1979

WTG Exploration, Inc. 229 Western United Life Bldg. Midland, Texas 79701

ATTENTION: Gary R. Jackson

RE: State Lease M-77534

Meeker "15"

Reeves N. (3200) Field Reeves County, Texas

Gentlemen:

This refers to our letter dated June 15, 1979 and your reply dated June 21, 1979 concerning a Gas Purchase Contract for the sale of gas from the above lease.

If negotiations are complete, please send this office a copy of the Contract and Gas Contract Brief.

Sincerely yours,

Harry T. Finnell. Supervisor Gas Contracts Energy Resources Phone: 512 675-4541 HF/1g

M. F. 77534

CORRESPONDENCE FILE

TO WTG EXPLORE FINE.

From

From
Dated 9-26-76



October 26, 1979

WTG Exploration, Inc. 229 Western United Life Bldg. Midland, Texas 79701

ATTENTION: Gary R. Jackson

SECOND REQUEST

RE:

State Lease M-77534

Meeker "15"

Reeves N. (3200) Field Reeves County, Texas

Gentlemen:

Enclosed is a copy of our letter to you dated **September 26, 1979** and as of this date we have not received a reply to this letter.

In order to expedite the handling of your correspondence, please direct your reply to the undersigned Supervisor.

Your prompt attention to this matter is requested.

Sincerely yours,

Harry T. Finnell , Supervisor Resource Accounting Telephone No.512 475-4541 Enclosure HF/lg

10 M. F. 77534

CORRESPONDENCE FILE
TO WIG Explor

Dated 10-26-79

WTG EXPLORATION, INC. 229 WESTERN UNITED LIFE BUILDING MIDLAND, TEXAS 79701

Free Royalty

12) -15 File

J. L. DAVIS

R. KEITH MOORE CONTROLLER

WILSON COMOLA

GEOL

November 1, 1979

General Land Office Bob Armstrong, Commissioner Austin, Texas 78701 Attn: Harry T. Finnell

RE: State Lease M-77534

Meeker "15"

Reeves N. (3200) Field Reeves County, Texas

Dear Sir:

In reference to your letter dated October 26, 1979, concerning the lease mentioned above there has never been a Gas Contract generated since there has never been any production from Meeker "15" and has been "shut in" since completion.

If there are any further questions please feel free to contact $\ensuremath{\mathsf{me}}$.

Yours very truly,

Richard D. Hatchett

RDH/ej

A/C 915 682-6311

M. F. 77534 CORRESPONDENCE FILE

rom

Dated //-/- >9



General Land Office

AUSTIN, TEXAS 78701 BOB ARMSTRONG, COMMISSIONER

March 3, 1980

WTG Exploration, Inc. 229 Western United Life Building Midland, Texas 79701

RE: State Lease M-77534 Meeker "15" Lease Reaves North (3200') Field Reeves County, Texas

Gentlemen:

This will acknowledge receipt of your \$274.29 check for shut-in gas royalty for the above lease.

Please complete and return one copy of the enclosed shut-in gas affidavits.

If the annual shut-in affidavit has already been forwarded, please disregard this request.

Sincerely yours,

Ernest H. Hielscher, Unit Supervisor Resource Accounting Telephone No. 512-475-2858 RWB/glc Enclosure

M. F. 77534

CORRESPONDENCE FILE

WTG Explor
From
Dated 3-3-80 G.



April 10, 1980

WTG Exploration, Inc. 229 Western United Life Building Midland, Texas 79701

SECOND REQUEST

RE: State Lease M-77534 Meeker "15" Lease Reaves North (3200') Field Reeves County, Texas

Gentlemen:

Enclosed is a copy of our letter to you dated March 3, 1980 and as of this date we have not received a reply to this letter.

In order to expedite the handling of your correspondence, please direct your reply to the undersigned Supervisor.

Your prompt attention to this matter is requested.

Sincerely yours,

E.H. Hielscher Unit Supervisor Resource Accounting Telephone No. 512-475-2858 Enclosure RWB/glc

To WTG Exploration

Dated 4-10-80 gr

| | | Date | 17/80 |
|-------|---|--------------------|---------------|
| COMPA | NY WIG Syphotion | P. O. BOX 211 No | Colinado |
| | N CALLING James Menson | CITY (fill Ind | |
| RE: | State Lease M- 77534 | | |
| | Lease Aleker 15 | | |
| | Field Sever No 3200' | | |
| | County Reeves. | | |
| | | | |
| REMAR | KS: 3/3/10 migins Plate | to for shall-in | offilians. |
| | 4/10/80 follow up le | Har | |
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Referred to Chiliff

Remarks:

M. F. 77534 CORRESPONDENCE FILE

FROMD

DATED 4-17-80 cm

April 18, 1980

WTG Exploration, Inc. 211 N. Colorado Midland, Texas 79701

ATTENTION: Mr. T. Newsom

RE: State Lease M-77534

Meeker "15" Lease

Reaves North (3200') Field

Reeves County, Texas

Gentlemen:

Reference is made to your telephone conversation with Ernest Hielscher of this office on April 17, 1980, concerning the filing of shut-in affidavits for the subject lease.

Enclosed are additional shut-in affidavits. Please complete and return one copy to this office and retain one copy for your files.

Sincerely yours,

Charles F. Whitsel, Unit Supervisor Resource Accounting Telephone No. 512-475-2856

CFW/1sg Enclosures

M.F. 77534

CORRESPONDENCE FILE

J MON

DATED_

TED 7-18-80

Shut-In Affidavit

Enter appropriate comments, if any, and initial. Pass to next person within one day.

| Affidavit Auditor Comments: | Initial: P.R.D | Date: <u>4-25-8</u> 0 |
|--|----------------|--------------------------|
| Exploration & Development Comments: | RVP | 4-28-88 |
| Legal-Energy Resources Comments: | ¥G | 4.30.80 |
| Affidavit Auditor Comments: | | |

WTG EXPLORATION, INC.

211 NORTH COLORADO (915) 682-6311 MIDLAND, TEXAS 79701

Check # 9735 February 11, 1980

Credit to: General Land Office

Shut-in royalty payment on Section 15, Reeves County, Texas

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77847 *274. ²⁷

WTG EXPLORATION, INC. 229 Western United Life Bldg. Midland, Texas 79701

| General Land Office | Date January 30, 1980 |
|--|--|
| State of Texas | |
| Austin, Texas 78701 | _ |
| Attention: Bob Armstrong, | |
| Commissioner Gentlemen: | |
| Gentlemen: | |
| We enclose herewith our check in yourselves to be deposited to the cre | the amount of \$274.29 payable to dit of the following parties: |
| General La | and Office |
| | |
| All of Section 15, Block C-21, PSL St Except for a 91.43 acre tract of land cribed as the middle 1/3 of the East | 3/7 of said Section, containing 548.57 Oil and Gas Lease, Reeves County, Texas, |
| PLEASE SIGN IN THE SPACE PROVIDED BEL OF THIS RENTAL RECEIPT TO US. | OW AND RETURN THE ORIGINAL AND ONE COPY |
| | Yours very truly, |
| | Viclard D. Nadelill 77847 |
| | WTG Exploration, Inc. |
| | Section Control Section (Section Control Section Control Secti |
| Receipt is hereby acknowledged of the credited according to your instruction | |
| Dated | |
| | |
| | |
| Lanca No. | Ву |
| Lease No. | |
| | Title |

WTG EXPLORATION, INC. 229 Western United Life Bldg. Midland, Texas 79701

| General Land Office | Date January 30, 1980 |
|--|--|
| State of Texas | |
| Austin, Texas 78701 | - |
| Attention: Bob Armstrong, | |
| Commissioner | |
| Gentlemen: | |
| We enclose herewith our check in yourselves to be deposited to the cre | the amount of \$274.29 payable to dit of the following parties: |
| General La | and Office |
| All of Section 15, Block C-21, PSL Se Except for a 91.43 acre tract of land cribed as the middle 1/3 of the East | 3/7 of said Section, containing 548.57 Oil and Gas Lease, Reeves County, Texas, |
| PLEASE SIGN IN THE SPACE PROVIDED BEL OF THIS RENTAL RECEIPT TO US. | OW AND RETURN THE ORIGINAL AND ONE COPY |
| | Yours very truly, |
| | Ridard D. Ballit |
| | WTG Exploration, Inc. |
| Receipt is hereby acknowledged of the credited according to your instruction | |
| | |
| Lease No | Ву |
| | Title |

13/

77534

| GENERAL LAND OFFICE LEASE NUMBER | M- (77533) |
|--|---------------------------------|
| *Operator WTG Exploration, Inc. | |
| Lease Name Meeker Field Un | ndesignated |
| *Description of Lease: | |
| AreaTract | |
| Part NW/4 Section 15 | Block C-21 |
| Grantee PSL Survey Acres 320 | |
| The following well or wells are classified Gas Wells by the and are Shut-in: | ne Railroad Commission of Texas |
| Well # 1 Number Gas Zones Completed 1 P | Potential MCF/day 362 |
| Barrels Liquid Date Shu | ut-in 2-16 ,1978 |
| Well # Number Gas Zones Completed F | |
| Barrels Liquid Date Shu | |
| List additional wells and information under Rema | |
| 1. Is there a suitable market for the gas that can be product if not, explain under Remarks. | |
| 2. Name of nearest purchaser Pioneer Natural Gas Compa | nv |
| 3. Distance to nearest Gas Pipe Line 3 miles Price pe | |
| 4. Is there a well completed within 1000' of this lease the reservoir in which the above mentioned well(s) is completed. | nat is producing from the same |
| 5. Is there a well that is draining this lease, but further | |
| If Yes on 4 and/or 5, furnish: Operator | 11M |
| | rst production |
| Lease Date of fir | tot production |
| Remarks: | |
| | |
| | reed \$274.29 |
| | 2-21-80 |
| | R# 77847 |
| | K.# 1/07/ |
| | |
| I certify that this statement is true and correct. | G.L.O. use only |
| | |
| By: Johnson - Title Accountant | |
| Sworn and subscribed to before me, the undersigned | |
| authority, on this 23rd day of april, 1980 | |
| Notary Public in and for | |
| Midlande County, State of Texas | Receiving Stamp |

NANCY CHANDLER, Notary Public In and for Midland County, Texas (16) M-77534 SHUT-EN AFFIDAVIT 3-1-80 - 3-1-81 P.D.

| 74104 bu | | For | פווחר - דוו |
|----------|--------------|-----|-----------------------------|
| • | Commissioner | 19/ | Snut-in was Koyaity Fayment |
| | | l_ | |

Clerk

M.F. No._

Affidavit and

| G.L.O. use only: | | м- | | |
|------------------------------|---|----|---------|-----|
| Has lease been amended? | P150 P131 P131 P131 P131 P131 P131 P131 P13 | | | |
| Electric or Radio Active Log | s filed? | | | |
| Potential Test (RRC Form GWT | -1 received? | | | |
| | | | | |
| Primary Term Expired | | | | |
| | | | (j. %) | |
| AcresRental \$ | | | | 2 9 |

October 14, 1980

WTG Exploration, Inc. 229 Western United Life 61dg. Midland, Texas 79701

RE: State Lease M-77534
Meeker "15" Lease, Reeves N. (3200') Field
Section 15, Block C-21, 548.57 Acres
Reeves County, Texas, ARCO Lease #0511107-0

Gentlemen:

The State of Texas has a Free Royalty interest in the captioned oil and gas lease, which is dated February 15, 1973, and was executed by L. H. Meeker et al for a primary term of five years. The primary term thus ended February 15, 1978.

Information in our file indicates that Well No. 1 was completed as a gas well and was shut in on February 16 or 17 in 1978, a day or two after the end of the primary term. Our records reflect the payment of shut-in gas royalties in the amount \$274.29 for the period from March 1, 1979 to March 1, 1980, and for the period from March 1, 1981. Our file does not contain a shut-in payment for the period from March 1, 1978 to March 1, 1979.

Please check your records and verify whether or not a shut-in payment was made for the first year following the primary term. If such payment was not made to the General Land Office, please remit at this time the sum of \$274.29.

Very truly, yours,

Bob Armstrong

By: Lanvil Gilbert, Attorney

Energy Resources Phone: 512-475-6749

M. F. 77534

CORRESPONDENCE FILE

To 3/ T C Cholo

From

Dated 10-14-80

WTG EXPLORATION, INC. MIDLAND, TEXAS 79701

J. L. DAVIS PRESIDENT

R. KEITH MOORE CONTROLLER WILSON COMOLA GEOLOGICAL CONSULTANT LOUIS B. KELLETT

GEOLOGICAL CONSULTANT

November 4, 1980

A/C 915 682-6311

Commissioner of the General Land Office 1700 N. Congress Austin, Texas 78701

Attention: Mr. Lanvil Gilbert, Attorney

Re: State Lease M-77534 Meeker "15" Lease Reeves N. (3200') Field Section 15, Block C-21, PSL 548.57 Acres

Reeves County, Texas ARCO Lease #0511107-0

Gentlemen:

In response to your inquiry of October 14, 1980, concerning a shut-in payment for the period of March 1, 1978, to March 1, 1979, please be advised that payment was made. This lease had an original expiration date of February 15, 1978. WTG Exploration, Inc.'s #1-15 Meeker was completed on that date.

Enclosed are copies of WTG Exploration, Inc.'s checks payable to the Commissioner of the General Land Office for the period noted.

If you have further questions in regard to this matter please let me know.

Yours very truly,

David Y. Rogers, Agent for WTG Exploration, Inc. 575 One Marienfeld Place Midland, Texas 79701

DYR/jc Encls.

WTG EXPL RATION, INC.

229 WESTERN UNITED LIFE BLDG. (915) 682-6311 MIDLAND, TEXAS 79701

DATE

4/26/78

ARCO #051107-0 Recorded in Vol. 322, Page 190

Shut-In Gas Royalty Distribution for All of Section 15, Block 2-21, P.S.L. Survey, Reeves County, Texas, Save and Exeppt a 91.43-acre tract of land out of said Section 15, being described as the middle 1/3 of the East 3/7 of said Section, containing 548.57 acres, more or less.

LESSOR

Commissioner of the G. L. O.

AMOUNT

274.29

CHECK #

9084

HENDRHEEK 20

WTG EXPLORATION, INC.

229 WESTERN UNITED LIFE BLDG. (915) 682-6311 MIDLAND, TEXAS 79701

000177

CHECK NO. 9084

DATE

4/26/78

\$274.29

PAY Two hundred seventy-four dollars and 29 cents

General Land Office ORDER Austin, TX

NON-NEGOTI

WTG EXPLORATION, INC.

WTG EXPLORATION, INC.

93805000177

229 WESTERN UNITED LIFE BLDG (915) 682-6311 8

PAY Two hundred seventy-four dollars and 29 cents

General Land Office ORDER Austin, TX

WTG EXPLORATION, INC.

PONTRANS LAND TO AND TO

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M 17534 11-4-80 Letter fram WTG File Dated 11-4-80

Bob Armstrong, Commissioner

MINERAL ACCOUNTING MEMORANDUM

(File in "B" File)

| RE: M- 77534 | Split from M |
|--|---------------------------|
| Operator | which is Producing |
| Lease | Nonproducing |
| County | |
| <u>Date</u> | Name . |
| FROM: Mineral Accounting $3-16-8/$ | Kay Wagenfuhr |
| TO: Exploration & Development | V V / |
| TO: Legal RRC records Phone W | vell shot in through 2/8, |
| TO: Legal RRC neurods Phone W wrote WTG. 3-24-81 | mg/Medinter |
| NONTRODUCING | * |
| Delay Rental Due On Not | : Received |
| Primary Term Expired | |
| PRODUCING STATUS | |
| OIL: No production reported from | through |
| Oil Royalty Status: Due \$ | |
| Name | |
| No MA-2 being Repo | rted. |
| GAS: No production reported from | throughmo./year |
| | Royalty paid in full |
| Name | |
| RENTAL: PLEASE GIVE PRODUCTION S | STATUS |
| | |
| MAPS: One Gas well showing of 3 | -16-81 |
| Comp. 2-16-78 Dept. 3270' | |
| By: W.T.G. | |

| | GAS PROD FOR 1980 : 16,460 COND PROD FOR 1980: -0- | | | 11 | 24001 | 888 1026 | | | | WTGEC | | | | | 1 | • •, |
|--|---|----------------------|--|-----------------------------|---|--|---------|-----------------|------|-------|---------|-------|--|--------|---------|------|
| | OIL AND GAS DIVISION | * • • | 4 | 1 1. | | | DIS | TRICT 08 | | I A | NNUAL 1 | 1980 | 1 | PAGE | 607 | • |
| April | 05*** | | | | इट इट | *L 05* | vir sir | | | | | | | | L OSmen | r. |
| 1 1 | FIELD | 100 | | 1 | GAS PRO | DOUCTION | NLEDGER | | | | | 14. | A or of | | | |
| 25 | OPERATOR LEASE | NOMBER | I HRC | 18 | ALLOW E | PRODU | (HEINT | S MC F | | | | | | | | |
| AS R | WEAVES, N. (3200) WTG EXPLORATION, INC. MEEKER 15 COMPLETION DATE 2/15/78 POTENTIAL (G-1) 362 PERF 3189- 3192 TD 3270 | 75090 945225 1 | 500 | ONTI 1 2 3 | NTINUED/ NUED/ SHUT IN SHUT IN SHUT IN SHUT IN | -0- -0- -0- -0- | | 9 | | | | | | | , | |
| | CNTY REEVES BHP 1478 CNTY REEVES GAS PROD FOR 1980 : -0- COND PROD FOR 1980 : -0- | | The state of the s | 5 6 7 8 9 10 | SHUT IN SHUT IN SHUT IN SHUT IN SHUT IN SHUT IN | -0- -0- -0- -0- -0- -0- | well | S/Z : | RC o | gh. | FEB | , 198 | e, | m M | ou- | |
| | HILL "42" COMPLETION DATE 4/08/78 POTENTIAL (G-1) 260 PERF 2980- 2983 TD 3070 POTE 227 WHP 680 DEL 13 BHP 975 GAS GRAV 650 CNTY REEVES | 1 | 76233 | | 655a 816R 620M 450a 620 600 874R 579R | 318 816 288 162 468 514 874 579 | | | | 7 | | | The color of management and management | | 1 | |
| The same of the sa | GAS PROD FOR 1980 : 5,660 COND PROD FOR 1980: -0- | | | 9 10 11 12 | 390 491 390 411 8 | 384 491 355 411 | | | | WTGEC | | | | | | |
| | ARCO STATE "44" COMPLETION DATE 4/08/78 POTENTIAL (G-1) 1200 PERF 3028-3035 TD 3215 POTE 1010 WHP 1180 DEL 33 BHP 1080 GAS GRAV .650 CNTY REEVES | 1 | 76234 | 123456789 | 1012R 917R 930M 900M 930 900 1310R 1023 990 | 1012 917 865 486 1091 771 1310 867 576 | | 161 32 32 | | | | | | | | |
| - | GAS PROD FOR 1980 : 9,781 COND PROD FOR 1980: -0- | -18 | Dander in | 10 11 12 | 1023 990 1023 | 737 533 616 | | | | WTGEC | | | | | | |
| Section 1 | HILL "40" COMPLETION DATE 4/21/78 POTENTIAL (G-1) 85 PERF 3028-3037 TD 3097 BHP 1299 CNTY REEVES GAS PROD FOR 1980: -0- | 1 | 77846 | 2345678 | HUT IN | | | | | | | | | | | |

LR. 77534

COARCSONDENCE PRINT

TO ACC. Memo

LREC Gas And. Ledge.

David 3-24-81

March 24, 1981

WTG Exploration, Inc. 211 North Colorado Midland, Texas 79701

RE: State Lease M-77534
Meeker "15" Lease, Reeves, N.(3200) Field
Sec. 15, Blk. C-21, PSL
Reeves County, Texas
(Arco Lease #0511107-0)

Gentlemen:

This letter is to inquire about the Status of the captioned oil and gas lease in which the State of Texas owns a royalty interest.

According to the records of this office, your #1 gas well was shut-in on February 16, 1978, and this lease has been perpetuated since then by shut-in payments, (or "advance annual royalty", as it is termed in the lease agreement). Railroad Commission records indicate that this well has been shut-in through February, 1981.

Please notify this office of the status of the subject lease at your earliest convenience.

If the well remains shut-in, please submit the "advance annual royalty" payment due the State, along with a completed affidavit of shut-in status, (General Land Office form enclosed).

If actual production has begun from this lease, please commence royalty payments to the State, submit a copy of your Gas Purchase Contract, and notify this office of the date of first deliveries.

Please feel free to call if you have any questions.

Yours truly,

Max J. Werkenthin, Attorney Energy Resources Phone: 512-475-6749 Enclosure

cc: David Y. Rogers, Agent for WTG Exploration, Inc. 575 One Marienfeld Place Midland, Texas 79701

M.F. 77534 CORRESPONDENCE FILE

 T_0

From TG deplo One.

Dated 3-24-81

M-77534

SHUT-IN AFFIDAVIT

Enter appropriate comments, if any, and initial. Pass to next person within one day.

| Affidavit Auditor Comments: | Initial: | Date: 4/27/8 |
|---|-------------|--------------|
| Exploration & De- velopment Comments: | RP | 4-27-81 |
| Legal-Energy Resources Comments: | H | 4-29-81 |
| Affidavit Auditor | | |

MIDLAND, TEXAS 79701

211 NORTH COLORADO (915) 682-6311

122

CHECK # 10541

CHECK DATED: 4-1-81

DESCRIPTION: SHUT - IN ROYALTY FOR ALL OF SECTION15 BLOCK C-21, PSL SERVEY

REEVES CO TEXAS

AMOUNT: \$ \(274.29 \)

103568

WTG EXPLORATION, INC. 211 N. Colorado Midland, Texas 79701

| General Land Office | Date_ April 1, 1981 |
|---|---|
| State of Texas Austin, Texas 78701 Attn: Bob Armstrong, Commissioner Gentlemen: | |
| We enclose herewith our check in the to be deposited to the credit of the | |
| Ger | eral Land Office |
| Except for a 91.43 acre tract of la as the middle 1/3 of the East 3/7 of | Survey, Reeves County, Texas, Save and nd out of said Section 15, being described f said Section, containing 548.57 acres, nd Gas Lease, Reeves County, Texas, Exp. |
| PLEASE SIGN IN THE SPACE PROVIDED BOT THIS RENTAL RECEIPT TO US. | ELOW AND RETURN THE ORIGINAL AND ONE COPY |
| Yours very truly, Jeff Latimer | 103568 |
| Receipt is hereby acknowledged of taccording to your instructions. | he above amount and the same has been credited |
| Dated | |
| Lease No | By |
| | Title |
| al country returned | 4/20/8/ |

WTG EXPLORATION, INC. 229 WESTERN UNITED LIFE BUILDING MIDLAND, TEXAS 79701

J. L. DAVIS

R. KEITH MOORE CONTROLLER

WILSON COMOLA GEOLOGICAL CONSULTANT

LOUIS B. KELLETT GEOLOGICAL CONSULTANT

April 1, 1981

Max J. Werkenthin, Attorney General Land Office Austin, Texas 78701

RE: State Lease M-77534
Meeker "15" Lease
Reeves, N. (3200) Field
Sec. 15, Blk C-21, PSL
Reeves County, Texas
(Arco Lease #0511107-0)

elli Herrer

103568

Dear Mr. Werkenthin:

The above mentioned well will continue to be shut in, and may possibly be abandoned in 1981.

Should you need any further information, please advise.

Yours very truly,

Kelli Werner

/kw

A/C 915 682-6311

SHUT-IN GAS WELL AFFIDAVIT

GENERAL LAND OFFICE LEASE NUMBER M- 17533

| Operator_ | WTG Explor | ation, Inc. | | | |
|-------------|--------------------------------|---|---|-------------------|--|
| Lease Nam | me <u>Meeker</u> | | Field | Reeves, N. (3200 |) |
| Descripti | lon of Lease: | | | | |
| Area | | | Tract | | and the same and t |
| Part | NW/4 | Section | 15 | Block_ | C-21 |
| Grantee_ | PSL Survey | | Acres | 320 County | Reeves |
| The follo | | wells are classif | led Gas Well | ls by the Railroa | d Commission of Texas |
| | Well # 1 | Number Gas Zones (| Completed _ | Potential | MCF/day362 |
| | | Barrels Liquid | -0- 1 | Date Shut-in | 2/16 ,19 ⁷⁸ |
| •••• | Well # | | | | MCF/day |
| •∷• | | Barrels Liquid | | Date Shut-in | ,19 |
| · · . : | List additi | onal wells and info | ormation und | der Remarks. | × |
| | ere a suitabl t, explain un | e market for the ga | s that can | be produced? | No |
| . 2. Name o | of nearest pu | rchaser Pioneer | Natural Gas | s Company | 0. |
| 3. Distar | nce to neares | t Gas Pipe Line 3 | miles j | Price per MCF bei | ng offered |
| 4. Is the | ere a well co voir in which | mpleted within 1000 the above mentions | of this index of the control of the | lease that is pro | ducing from the same |
| 5. Is the | ere a well th | at is draining this | lease, but | further than 10 | 00 °? No |
| If Yes | s on 4 and/or | 5, furnish: Operat | or | | |
| Lease_ | | | Date | of first produc | tion |
| Remarks: | of <u>+</u> 100 p line. Pre | oduced by this well ounds. Pioneer's g sent day economics well is not feasib | gas line is for compre | a high pressure | (<u>+</u> 800 pounds) |
| | | | | re | cd. \$274.29 |
| | | 1-88-81 | | | 4/22/81 |
| | | ₩ 274.29 | | | Reg. # 103568 |
| | | | | | |
| | | | | | |
| 1 Ce | ertiry that t | his statement is tr | ue and corr | rect. | G.L.O. use only |
| By: (E) | H Late | nto Title Acco | untant | | |
| Swor | n and subscr | ibed to before me, | the undersi | Igned | |
| authority | , on this | day of ap | 4il, 1 | 1981 | |
| Kell | | ner 's | | | |
| QUIN | lland | County, St | rate of 10 | VAD 1 | Receiving Stamp |

M-72534 Slut-u Yfelank 31/81-31/82 70.

| | | For | Shut-in Gas Royalty Payment | Affic |
|---|--------------|------|-----------------------------|---------------|
| • | Cor | | Gas R | avit. |
| | Commissioner | 19_/ | oyalty | Affidavit and |
| | oner | | Paymer | i. · |
| | | 19 | ît | |

| | | <u>M-</u> |
|----------------------------|-----------------|-----------|
| Has lease been amended? | | |
| Electric or Radio Active L | logs filed? | |
| Potential Test (RRC Form G | GWT-1 received? | |
| | | · · |
| Primary Term Expired | , 19 | ; |
| | | |
| | Twice Rental \$ | |

April 7, 1982

WTG Exploration, Inc. 3100 N. "A", Bldg. E, Suite 202 Midland, Texas 79701

ATTENTION: Accounting Manager

RE:

State Lease M-77534 Meeker "15" Lease Reeves N. (3200) Field Reeves County, Texas

Gentlemen:

This will acknowledge receipt of your \$274.29 check for shut-in gas royalty for the above lease.

Please complete and return one copy of the enclosed shut-in gas affidavits.

If the annual shut-in affidavit has already been forwarded, please disregard this request.

Sincerely yours,

Charles F. Whitsel, Unit Supervisor Resource Accounting Telephone No. 512-475-2856

DGD/pdg Encl.

M. F. 77534 CORRESPONDENCE FILE

TO

WTGEXPLORATION
FROM
DATED 4-7-82

M-77534

Date:

SHUT-IN AFFIDAVIT

Enter appropriate comments, if any, and initial. Pass to next person within one day.

Affidavit Auditor D6D 4-15-82
Comments:

Initial:

Exploration & De- KVF 4/562
velopment
Comments:

Legal-Energy
Resources
Comments:

Affidavit Auditor D6D 7682

WTG EXPLORATION, INC.

3100 North "A" St. Building E Suite 202 (915) 682-6311 Midland, Texas 79701

133

Check Number: 11056

Check Amount: \$274.29

Check Date: April 1, 1982

To: General Land Office

Description: in payment of SI royalty for all of Sec. 15, Blk. C-21, PSL svy., Reeves Co., TX, save & except for a 91.43 acre tract of land out of said Sec. 15, being described as the middle 1/3 of the East 3/7 of said section containing 548.57 acres, more or less. Arco #051107-0, oil & gas lease, Reeves Co., TX. Exp. lease date 2-15-79, rec. in vol. 322, page 190 to cover 2-15-82 through 2-15-83, credit to General Land Office

....

X 274. 29
Recept Returned
in Encl. Envelope - 4-6-82.

WTG EXPLORATION, INC. 3100 N. "A" Street Bldg. E, Suite 202 Midland, Texas 79701

| General Land Office | Date April 1, 1982 |
|---|--|
| State of Texas | |
| Austin, TX 78701 | |
| Attn: Bob Armstrong, Commissioner | |
| Gentlemen: | |
| We enclose herewith our check in t yourselves to be deposited to the credi | |
| General Land Office | ,14 |
| | |
| The above amount is in payment of All of Section 15, Block C-21, PSL Survexcept for a 91.43 acre tract of land of as the middle 1/3 of the East 3/7 of sa | ey, Reeves County, Texas, Save and out of said Section 15, being described id Section, contining 548.57 acres, |
| more or less. Arco #051107-0 0il and G Lease Date 2/15/79, recorded in Volume | 322, Page 190, to cover 2-15-82 - 2-15-83 |
| PLEASE SIGN IN THE SPACE PROVIDED BELOW OF THIS RENTAL RECEIPT TO US. | AND RETURN THE ORIGINAL AND ONE COPY |
| | |
| | Yours very truly, 79969 |
| | David Davis |
| | WTG Exploration, Inc. |
| Receipt is hereby acknowledged of the acredited acchoding to your instructions | |
| DATED | * |
| | |
| Lease No | Ву |
| | Title |

| GENERAL LAND OFFICE LEASE NU | MBER M- 77534 |
|---|--|
| Operator WTG Exploration, Inc. | D. (2000) |
| Lease Name Meeker "15" Field | Reeves, N. (3200) |
| Description of Lease: | |
| • Area Reeves Tract | ave & Except middle 1/3 of ast 3/7 (91.43 net) |
| PartSectionall of 15 | Block C-21 |
| Grantee PSL Survey Acres 54 | 8.57 County Reeves |
| The following well or wells are classified Gas Wells and are Shut-in: | by the Railroad Commission of Texas |
| Well # 1 Number Gas Zones Completed 1 | Potential MCF/day 362 |
| \mathcal{CN} Barrels Liquid Dat | e Shut-in 2/16 ,19 7 |
| Well # Number Gas Zones Completed | Potential MCF/day |
| Barrels Liquid Dat | e Shut-in,19 |
| List additional wells and information under | Remarks. |
| Is there a suitable market for the gas that can be If not, explain under Remarks. | produced?no |
| 2. Name of nearest purchaser Pionner Natu | ral Gas |
| 3. Distance to nearest Gas Pipe Line 3 miles Pri | |
| 4. Is there a well completed within 1000' of this les reservoir in which the above mentioned well(s) is | |
| 5. Is there a well that is draining this lease, but f | urther than 1000'? no |
| If Yes on 4 and/or 5, furnish: Operator | |
| Lease Date of | f first production |
| Remarks: This would require 3 miles of gas gather ability against 35 psi backpressure indicates 35 of water. Under present conditions this is an un | MCF per day plus 85 bbls per day |
| V-88/02 4-16-82 | \$274.29 |
| 4-16-82 | Rec'd 4-3-82 |
| | Reg. # 79969 |
| | |
| I certify that this statement is true and correct | G.L.O. use only |
| By: Jeff Latimer - Title Accountant | |
| Sworn and subscribed to before me, the undersign | ed |
| authority, on this 13 day of april , 195 | 9 2 |
| Notary Public in and for | |
| Midland County, State of Ily | Receiving Stamp |



For 2-15-1984 2-15-1982

Commissioner

Filed by Dona 105om

Clerk

M.F. No.

Affidavit and

Shut-in Gas Royalty Payment

| Has lease been amended? | | | |
|---------------------------------|-----------|----------------|--------|
| | | | |
| Electric or Radio Active Logs f | iled? | | |
| Potential Test (RRC Form GWT-1 | received? | | |
| Primary Term Expired | | , 19 | |
| AcresRental \$ | T | wice Rental \$ | |
| Checked by | Audite | d by | |
| hut-in Gas Royalty for | 19to | 19 | \$ |



General Land Office

AUSTIN, TEXAS 78701 BOB ARMSTRONG, COMMISSIONER

November 16, 1982

WTG Exploration, Inc. 211 North Colorado Midland, Texas 79701

RE: State Lease M-77534

Meeker "15" Lease

Reaves N. (3200') Field Reeves County, Texas

Gentlemen:

In accordance with the provisions set forth in our Oil or Gas Lease Form and/or the statutes, we ask that you furnish this office with a copy of the Contract covering gas sales from the above lease.

The Contract is needed by this office in order to conduct an audit of your gas royalty reports and payments.

In addition to furnishing us with a copy of the Contract under which the gas is sold or processed please complete the attached "Gas Contract Brief".

If the Gas Contract covers more than one lease and/or mineral file number, one brief and copy of the contract will be sufficient, but the specific General Land Office lease and/or mineral file number must be noted in the appropriate spaces provided in the Contract Brief.

This information is needed by this office at your earliest convenience.

Sincerely yours,

B.'F. Underwood

Supervisor, Gas Contracts

Resource Accounting

Telephone No. 512-475-2855

BFU/pdg

Enclosure

GLO-RA-02-(1-82)

M. F. 77534

CORRESPONDENCE FILE
TO

DATED 11-16-82



General Land Office

AUSTIN, TEXAS 78701 BOB ARMSTRONG, COMMISSIONER IMPORTANT:

RETAIN WHITE COPY AND RETURN YELLOW COPY WITH REQUESTED DOCUMENTS.

November 19, 1982

W. T. G. Exploration, Inc. 211 North Colorado Midland, Texas 79701

RE: State Lease M-77534 Meeker "15" Lease Reaves North, (3200') Field Reeves County, Texas

Gentlemen:

Our records indicate production was secured from the subject lease during August, 1982.

As the State owns an interest in the above lease, various reports concerning the lease's production and sales should be filed with this office each month.

Enclosed is a booklet entitled "Rules and Regulations Governing Oil and Gas Reports and Payments (ERP-100)", a supply of Gas Reports (Form MA-2), and a blank for reorder when this supply is depleted. (Specific filing instructions are also on the reverse side of each report.)

Gas Reports (Form MA-2) and royalties must be received on or before the fifteenth day of the second month succeeding the month of production.

Furthermore, we are enclosing a copy of a letter dated March 7, 1975 that was mailed to all lessees and operators of State leases concerning the calculation of royalties on gross value. If you have any questions or problems regarding this subject, please let us know.

Please file the necessary reports and corresponding purchase statements from the date of first production to date and monthly thereafter.

Sincerely yours,

Billy Lancaster, Administrative Supervisor Resource Accounting Telephone No. 512-475-2858 TB/hlm Enclosure

M. F. 11534

CORRESPONDENCE FILM

To

WTG Exploration

From

Dated 11-19-82

WELL/LEASE STATUS REPORT INFORMATION 11534 MFN

Please initial and pass on to the next person on the list.

INITIAL

J9

DATE

11/16/82

Gas Auditor TB 11-1982 3. Oil Auditor 62 11-19-82 din

REMARKS:

LaVerne Montano

Jan Jan 18-17/5 v 1¹⁶³⁾

Lillie Gamble

gis- no

ENERGY RESOURCES

WELL/LEASE STATUS REPORT INFORMATION

| TO La Very Montano | FROM SThuderwood |
|---|--|
| DATE ACTION INITIATED 5/5/78 | DATE ACTION COMPLETED //-10-82 |
| ORIGINATING SOURCE Tele Janagen | DATA SOURCE Triche |
| NAME OF OPERATOR WTG Exploration | operator no. |
| RRC DISTRICT 08 FIELD Leaves 7. | (3 ros) FIELD CODE 75090 500 |
| LEASE Meller 15" | LEASE NO. OR WELL ID NO. 75302 |
| OIL WELL GAS WELL WELL NO. | 1 country Reenes |
| COMPLETION DATE 3-3-78 2/15/78 POTENTIAL 36 V MCF GD | DEPTH 3300 3070 |
| POTENTIAL 362 MCFG/D | G.L.O. MINERAL FILE NO. 77534 |
| OTHER INFORMATION PErmit # 15754 | |
| | |
| REPLY | |
| DATE OF INITIAL PRODUCTION | 8/82 |
| GATHERER OF GAS | |
| GATHERER OF CONDENSATE/CRUDE OIL | |
| OTHER INFORMATION | |
| 181 -0 - 7/81 -1 - 10/81. | -0- 1/81-0-3/82-0- |
| 2-810- 12-80 -0 PRODUCTION | lea sh tea |
| PERIOD GAS PRODUCTION (MCF) | CONDENSATE/CRUDE OIL PRODUCTION (BBLS) |
| 2/78 | 10/78 -0 - 6/79 -0- |
| 3/78 -An Ryst) | 10/78 Jhut m //79 -0- |
| 4178 | p/18 -0 8/19 - |
| 5/18 -0- | 1/79 910/19 |
| <u>6/7 6</u> | 2/79 -0- 1/79 -0- |
| 7/78 | 3/74 -1 -2/80 -0 |
| 8/78 9/78 ER-118 | 4/79 -0 9/80 -0 |

| | | | | *** |
|-----|------|------|------|-------|
| GAS | PKU. | JULI | i NC | EDGER |

| , | | | , | | GAS PROD | UCTION L | | W.C. | | | | | OAD COM | | OF TEXA |
|----------|---|-----------------|----------------|---------------------|--|---|------------------------|--|----------|----------|--------|------|---------------------|--------|--------------------------------|
| TYPE | PIELD OPERATOR LEASE | WELL MUMBER | HDENT HDENT | MOMIN | ALLOWABLE | PRODUCTION | CREDIT II INVECTION | -M.C.F. COMULATIVE STAT SHIPPERAGE COMULATIVE STAT COMULATIVE STAT | G On 1 | GATHEREE | ()ANIT | 1451 | PLANT PRODUKTION | 5'4',5 | CATHERE |
| AS | REAVES, N. (3200) TEXACÓ INC. REEVES -BC- FEE BHP 1520 | 75090 844110 | 500 072033/ | 7C TI CO 7 | ONTINUED NUED/ NTINUED/ SHUT IN SHUT IN | -0- -0- | 1,023 | 489 | | VALEV | , | | | | • |
| | REEVES -80- FEE COMPLETION DATE 7/26/77 POTENTIAL (G-1) 260 PERF 3078- 3116 TD 3179 BHP 1526 | 1 | 072324 | 345678 | T. A. T. A. T. A. T. A. | 000000 | | | | VALEV | | | | | |
| | WISER OIL CO, THE-ZINN PETRO CO FIRST NATIONAL BANK - STATE COMPLETION DATE 9/07/80 POTENTIAL (G-1) 2337 PERF 3263-3295 TD 3370 | 933801 | 089984 | 34567 | I. A | NO-RE NC-RE NO-RE -O- D & ABA | PORT | | 06/07/82 | | | | | | |
| * | WTG EXPLORATION, INC. HILL "32" COMPLETION DATE 1/07/78 POTENTIAL (G-1) 2800 PERF 3011-3051 TD 3125 WHP 1185 DEL 45 BHP 1290 | 945225 | 075056 | 345678 | 1519 1470 1519 1470 1519 1984 | 1111 170 245 1087 805 | | | | WTGEC | | | | | |
| * | MEEKER 15 COMPLETION DATE 2/15/78 POTENTIAL (G-1) 362 PERF 3189-3192 TD 3270 WHP 1000 DEL 91 GHP 1478 | C . | 075302 | 7146767 | SHUT I SHUT I SHUT I SHUT I SHUT I | -0- -0- -0- -0- -0- 912 | | 639 | | WTGEC | | | | | |
| * | HILL "42" COMPLETION DATE 4/08/78 POTENTIAL (G-1) 260 PERF 2980- 2983 TD 3070 WHP 1025 DEL 20 BHP 975 | | 076233 | 17.01 | 620 620 620 620 | 28 41 109 134 331 | | | | WTGEC | | | | | |
| * | ARCO STATE "44" COMPLETION DATE 4/08/78 POTENTIAL (G-1) 1200 PERF 3028-3035 TD 3215 WHP 940 DEL 30 BHP 1080 | | 076234 | | 990 0890 0890 0890 0991 | \$ 991 | | | | WTGEC | | | | | |
| * | HILL "40" COMPLETION DATE 4/21/78 POTENTIAL (G-1) 85 PERF 3028-3037 TD 3097 BHP 1299 | 1 | 077846 | | SHUT IN SHUT I | | | | | | | | | | |
| | OIL AND GAS DIVISION | | | | | | DI | STRICT OF | | 4 | GUST 1 | 82 | | PAGE | 544 |

26 m- 27534 Well care states Report 12-02-82

•

;



December 17, 1982

W. T. G. Exploration, Inc. 211 North Colorado Midland, Texas 79701

SECOND REQUEST

RE: State Lease M-77534 Meeker "15" Lease Reaves North, (3200') Field Reeves County, Texas

Gentlemen:

Enclosed is a copy of our letter to you dated November 19, 1982 and as of this date we have not received a reply to this letter.

In order to expedite the handling of your correspondence, please direct your reply to the undersigned Supervisor.

Your prompt attention to this matter is requested.

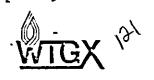
Sincerely yours,

Billy Lancaster, Administrative Supervisor Resource Accounting Telephone No. 512-475-2858 Enclosure

CORRESPONDENCE FILM

To

WIG Exploration
From
Dated 12-17-82



WTG EXPLORATION, INC.

3100 NORTH "A", BLDG. E, SUITE 202 MIDLAND, TEXAS 79701

> Area Code (915) 682-4030 682-6311

DAVID L DAVIS
Vice-President
LOUIS B. KELLETT
Geologist
WILSON COMOLA
Geological Consultant

January 25, 1983

RE: L.H. Meeker

Sec. 15,Blk. C-21

PSL Survey

Reeves County, Texas

Dear Interest Owner:

Enclosed please find two (2) copies of the above mentioned Division Order. Please sign, witness, and put your Social Security Number or Tax Identification Number on both copies. Please return one copy to the above address and keep one copy for your files.

Thank you for your prompt attention to this matter.

Yours very truly,

Sue Courts

/sc

Enclosures

GAS DIVISION ORDER

| | | • | | |
|--|--|------------------------------|---|----------|
| TO: WTG Exploration, | Inc. | DIVISION | ORDER NO. 10051 | |
| 3100 N."A",Bldg.E Midland, Texas 7 | 9701 | DATE: _D | ecember 31,, | 1982 |
| | • | EFFECTIVE | AS OF <u>Date of Firs</u> | t Runs |
| Herein called " | the Company" | • | | |
| Each of the undedispose of and receiving as used herein excluding condensate lease located in Re | shall mean natural produced from wel | specified fra gas and the | ction of the gas (constituent elemen H. Meeker | the term |
| particularly describe | | , beare | | , |
| Public Šchool La | thwest Quarter (NW/ands, containing 160 depth of 3320 feet | acres, more o | | |
| • | | | | |
| | | | | |
| · · | • | • | • | |
| and until further no directions below: | tice you will give | credit from a | all gas received as | per |
| CREDIT TO | DIVISION OF INT | EREST | P.O. ADDRESS | |
| SEE EXHIBIT "A" | | | | |

- 1. The gas run hereunder shall become the property of the Company, and good title is hereby warranted to it, and such good title to same shall pass to the Company as soon as the same is received by any pipelines or other conveyance designated by the Company.
- 2. The gas received under this Division Order shall be paid for by the Company to the party or parties entitled thereto according to the division of interests shown above. Settlements shall be made monthly, except as hereinafter provided, and shall be at the price provided in the following gas purchase contracts:

Westar Transmission Company (Formerly Pioneer Natural Gas Company) Gas Contract PC #1404 dated May 15, 1978 and Amendment to PC #1404 dated November 19, 1982.

In the event of cancellation or termination of said gas contracts, then settlement shall be based upon the price paid by the purchaser of the gas sold, less compression, treating, dehydration, and transportation expenses, if any, necessary to render the gas merchantable at the place of sale and for the price being paid by the purchaser.

- 3. For the amount due on account of oil received during each calendar month, payment shall be made on or before 45 days after the close of the calendar month of receipt. Payments may be made by paying to the parties above designated in person or by mailing the Purchaser's check therefor to the address of the parties designated to receive same, as given above; provided, however, at the option of the Company, that no payments shall be made to individual interest holders until the sum due on account of such interest shall amount to \$20.00 or more. Orders transferring interests, supported by certified copy of deed, assignments, or other legal documents, must be received by the Company by the 20th of the month in which the transfer becomes effective, it being understood that transfers of interests are effecive on the 1st of any current month.
- 4. It is agreed that the purchase and sale of gas shall be subject to the gas purchase contracts listed on Exhibit A attached. The revocation or termination of this division order shall not affect the terms of these contracts.
- 5. This division order shall continue in force for thirty (30) days and thereafter, until terminated upon notice in accordance with this paragraph. It is agreed that after the expiration of said thirty (30) days from date hereof, this division order may be terminated by the Company by its giving notice of its purpose so to terminate; and by any of the owners of said well interest may, by similar notice to the Company, terminate this division order as to their interest, without, however, affecting the same as to the interest of the other parties.
- 6. Sellers severally agree to notify the Company of any change in owner-ship, it being understood that any vendee or assignee of said wells or the production thereof shall take the same, subject to the terms hereof.
- 7. Satisfactory abstracts or other evidence of title will be furnished to the Company at any time on demand. In the event of a failure to so furnish such evidence of title, or in the event of an adverse claim or dispute at any time concerning title, the Company may hold the proceeds of all gas received and run without being liable for interest on the amount retained, until the dispute is resolved. If any action or suit is filed in any court affect the title either to the real property above described or to the gas produced therefrom in which any of the undersigned are parties, written notice of the filing of said action shall be immediately furnished to the Company by the undersigned party against whom, or by whom, the action is commenced, stating the court in which

same is filed and the title of such action or suit. The Company and any carrier transporting gas for the Company's account shall be held harmless from any judgment rendered in such suit insofar as same adversely affects the interest in said property owned by the undersigned together with all reasonable costs and expenses incurred in defending against such claim insofar as same adversely affect the interest of the undersigned, whether in the Company's defense or in the defense of the carrier transporting the gas for the Company's account. The undersigned agree to pay said judgment and said cost and expenses in the proportion and to the extent that same affect the interest owned by the undersigned.

- 8. The Company is hereby relieved of any responsibility for determining when any of the interests hereinabove set forth shall revert to other parties as a result of the completion or discharge of money or other payments from said interests and the signers hereof whose interests are affected by such money or other payments, if any, agree to deliver to the Company notice in writing, at the address above stated, when any such money or other payments have been completed or discharged or when other division of interest than that set forth above shall, for any reason, become effective, and to furnish transfer orders accordingly. If such notice is not be delivered to the Company, it shall be held harmless from, and is hereby released from, any and all damage or loss which might arise out of any overpayment.
 - 9. The undersigned agree to indemnify and hold the Company harmless from any liability for any tax proposed or assessed against or paid on the undersigned's proportionate share of the purchase price, together with penalties incident thereto. The Company may deduct said tax from any amount owing by it to the undersigned. Without limitation upon the foregoing it is agreed that the indemnity herein contained shall be operative notwithstanding the fact that the Company may undertake to pay production taxes.
 - 10. The undersigned each agree that any person, partnership or corporation to whom the Company sells all or any part of the gas which it purchases hereunder may make payment to the Company for all of said gas purchased therefrom, and agrees to look solely to the Company for payment of their interest in the gas which the Company is purchasing from them hereunder. The undersigned each agree, insofar as their interest is concerned, to hold harmless any purchaser from the Company against any claim of any nature in connection with the purchase of such gas from the Company and payment therefor.
 - 11. This division order shall become valid and binding on each and every owner above named as soon as signed by each owner regardless of whether or not it be signed by any other of the above named owners.
 - 12. This division order supersedes all former division orders given on the property described above.
 - 13. The undersigned hereby expressly ratify and confirm the oil, gas and mineral lease(s) and gas contract(s) pursuant to which gas from the above described property is being produced, and any amendments and supplements thereto, including any designations, declarations or agreements creating a unit including the above described property. This ratification shall survive any extension, modification or termination of this division order.

WITNESS the signatures of the parties as of the effective date above written.

| WITNESS/ATTEST | SIGNATURE OF INTEREST OWNER | SOCIAL SECURITY OR TAX ACCOUNT NUMBER |
|----------------|--------------------------------|---------------------------------------|
| | | |
| | · · | |
| | | |
| | <u> </u> | · |

EXHIBIT "A"

Attached to and made a part of Gas Division Order Number 10051, pertaining to the L.H. Meeker lease covering the Northwest Quarter (NW/4), Section 15, Block C-21, Public School Lands, containing 160 acres, more or less, Reeves County, Texas, from the surface to a depth of 3320 feet.

| NAME | ADDRESS | DECIMAL INTEREST |
|--|---|------------------|
| ROYALTY INTEREST | | |
| The State of Texas General Land Office | Stephen F. Austin Bldg. 1700 N. Congress Ave. Austin, Texas 78701 | .0625000 |
| Meeker and Company, Inc. | 6000 Camp Bowie Blvd. Suite 123 Fort Worth, Texas 76112 | .0416666 |
| ••James J. Meeker | C/O Ridglea State Bank P.O. Box 9170 Fort Worth, Texas 76107 | .0416666 |
| The First National Bank of Fort Worth, Texas, Co-Independent Executors of the Estate of William Wade Meeker, deceased | One Burnett Plaza Fort Worth, Texas 76102 | .0208334 |
| Lawrence Hill Meeker and The First National Bank of Fort Worth, Texas, Co- Trustees under the Will of William Wade Meeker, deceased for the benefit of Charles Roeser Meeker | One Burnett Plaza Fort Worth, Texas 76102 | .0104167 |
| The First National Bank of Fort Worth, Texas, Trustee under the Will of William Wade Meeker, deceased, for the benefit of Anne Windfohr Phillips | One Burnett Plaza Fort Worth, Texas 76102 | .0104167 |

| NAME | ADDRESS | DECIMAL INTEREST |
|--------------------------------|---|-------------------------|
| OVERRIDING ROYALTY | | |
| Robert L. Monaghan | P.O. Box 2066 Midland, Texas 79702 | .0050000 |
| Cal-Mon Oil Company | P.O. Box 2066 Midland, Texas 79702 | .0050000 |
| John M. Wetzel | P.O. Drawer 2818 Midland, Texas 79702 | .0100000 |
| Atlantic Richfield Company | P.O. Box 1610 Midland, Texas 79702 | .0625000 |
| dated 1/10/78, Atlantic has th | Farmout Agreement from Atlantic me option to convert its overridaterest, and in the event of conve | ing royalty interest to |

^{*****}Jupon "payout" as defined in Farmout Agreement from Atlantic to Cal-Mon Oil Company dated 1/10/78, Atlantic has the option to convert its overriding royalty interest to an undivided 25% leasehold interest, and in the event of conversion the working the should be noted on your division orders with an appropriate indemnity regarding the occurrence of payout.

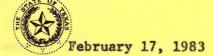
MORKING INTEREST

| WTG Exploration, Inc. | 3100 N. "A",Bldg. E, Ste. 202 Midland, Texas 79701 | .12877784 |
|------------------------|---|-----------|
| Wilson Comola | P.O. Box 5704 Midland, Texas 79701 | .03222512 |
| Robert L. Monaghan | P.O. Box 2066 Midland, Texas 79702 | .01140625 |
| Cal-Mon Oil Company | P.O. Box 2066 Midland, Texas 79702 | .01140625 |
| J.L. Davis, Consulting | 211 N. Colorado Midland, Texas 79701 | .20296409 |
| David L. Davis | 2403 Northtown Court Midland, Texas 79701 | .00382958 |
| Robert C. Lyon | 314 Blanks Building Midland, Texas 79703 | .00382958 |
| R. Keith Moore | 4304 Boulder Midland, Texas 79703 | .00382958 |
| Sandra Davis Maddox | 1105 Oakmont Richardson, Texas 75080 | .00382958 |

WORKING INTEREST

| Tom Davenport | P.O. Box 7239 Midland, Texas 79703 | .00382958 |
|--------------------------------|--|-----------|
| North American Royalties, Inc. | 200 E. 8th Street Chatanooga, Tennessee 37402 | .28721339 |
| Albert Dewey Crisp, II | 3709 Hidalgo Irving, Texas 75062 | .01196689 |
| ••Michael Walling | P.O. Box 1269 Fort Stockton, Texas 79735 | .01723311 |
| David Y. Rogers | P.O. Box 50368 Midland, Texas 79701 | .00765916 |
| TOTAL | • | 1.0 |

Garry Mauro Commissioner General Land Office



WTG Exploration, Inc. 3100 N. "A", Bldg. E Suite 202 Midland, Texas 79701

Attention: Ms. Sue Courts

State Lease M-77534 L. H. Meeker, NW/4 Sec. 15,

Block C-21, PSL

Reeves County, Texas, Gas DO #10051

Gentlemen:

This letter is issued in lieu of the ordinary form of "Division Order" prepared by the oil companies primarily for execution by the individual royalty owner.

Inasmuch as the statutes provide the royalties the State shall receive, it is felt that it would not be in conformity with the law on the subject for this Division to execute your division order and thereby attempt to bind the State by the provisions contained therein.

This Division, insofar as permitted under the law, acquiesces in the sale of the oil and/or gas to you from this lease, which oil and/or gas shall become your property when the State has been paid for same, as prescribed by law and under the terms and conditions as set out in the lease covering the area in question.

Very truly yours,

Max J. Werkenthin, Attorney

Energy Resources Phone: 512-475-6749 Enclosure

(28)

M. F. 77534 CORRESPONDENCE FILE

To

DIVISION ORDER

From

Dated 2-17-13

WTG EXPLORATION, INC

229 WESTERN UNITED LIFE BLDG. (915) 682-6311 MIDLAND, TEXAS 79701

DATE

4/26/78

ARCO #051107-0 Recorded in Vol. 322, Page 190

Shut-In Gas Royalty Distribution for All of Section 15, Block C-21, P.S.L. Survey, Reeves County, Texas, Save and Except a 91.43-acre tract of land out of said Section 15, being described as the middle 1/3 of the East 3/7 of said Section, centaining 548.57 acres, more or less.

LESSOR

Commissioner of the G. L. O.

AMOUNT

HANDCHECK 20

93805

77534

Free roy.

odd S/I pont, which was never cleanesto Mi-77534 Ant is correct) gran.

5-2-83

WTG EXPLORATION, INC. 229 Western United Life Bldg. Midland, Texas 79701

| General Land Office | Date April 27, 1978 |
|---|---|
| Austin, TX | |
| | |
| | |
| Gentlemen: | - 007/ 00 |
| | th our check in the amount of $\frac{$274.29}{}$ payable to yourto the credit of the following parties: |
| serves to be deposited | to the credit of the following parties. |
| | Commissioner of the General Land Office |
| | Commissioner of the General Band office |
| | |
| | 93805 |
| | 36500 |
| , | |
| The above amount i | s in payment of shut-in royalty for the following: |
| | Arco #051107-0 |
| | Oil and Gas Lease |
| | Reeves County, Texas Exp. Lease Date 2/15/78 |
| | Recorded in Vol. 322, Page 190 |
| | |
| PLEASE SIGN IN THE OF THIS RENTAL RECEIPT | SPACE PROVIDED BELOW AND RETURN THE ORIGINAL AND ONE COPY TO US. |
| | Yours very truly, |
| | , |
| | |
| | WTG EXPLORATION, INC. |
| | |
| Receipt is hereby ackno according to your instr | wledged of the above amount and the same has been credited ructions. |
| Dated | |
| | |
| | |
| | Ву |
| LEASE NO. | Title. |
| | TICLE. |

29) M-77534. Shut-in Pont Applied 6-2-83



WTG EXPLORATION, INC.

3100 NORTH "A", BLDG. E, SUITE 202 MIDLAND, TEXAS 79701

> Area Code (915) 682-4030 682-6311

DAVID L. DAVIS Vice-President LOUIS B. KELLETT Geologist WILSON COMOLA Geological Consultant

February 23, 1983

General Land Office

Stephen F. Austin Building 1700 N. Congress Avenue

Austin, Texas 78701

Attn: Ms. Teresa Burr

RE: General Land Office #77534 - B-file
Reeves North (2000)

Reeves, North (3200)

Meeker 15

Dear Ms. Burr:

Please find the enclosed copies of our August 1982 report and purchase statements as requested by your office.

Please note that adjustments were made concerning this production on the September 1982 report, which was due to the use of an incorrect NGPA classification.

Please advise us should any further information be required.

Yours very truly,

Jeff Latimer Accountant

JL:sc

Enclosures

M. F. 77534

CORRESPONDENCE FILE

To

Explor

Dated 2-23-83

FILE NO. 2038 DAVIS GAS PROCESSING, INC. TO J. L. DAVIS

ASSIGNMENT OF INTEREST IN OIL AND GAS LEASE

STATE OF TEXAS
COUNTY OF REEVES

For an adequate consideration, the receipt and sufficiency of which are hereby acknowledged, Davis Gas Processing, Inc., herein called "Assignor", does hereby grant, assign and convey, without warranty of title, either express or implied, unto J. L. Davis, herein called "Assignee", an undivided 26.2295% interest in and to that certain Oil and Gas Lease dated February 15, 1973, recorded Volume 322, Page 190 of the Oil & Gas Records of Reeves County, Texas, from L. H. Meeker, et al, as lessor, to Atlantic Richfield Company, as lessee, insofar only as said lease covers the following described lands located in Reeves County, Texas:

NW/4 Section 15, Block C-21, PSL Survey, containing 160 acres, more or less, as to oil, gas casinghead gas and associated hydrocarbons from the surface of the ground down to the depth of 3,320 feet below the surface only,

together with a like interest in all personal property and equipment used or obtained in connection with said lease and lands.

The interest in the above described lease and lands herein conveyed to Assignee is subject proportionately to the following: (1) all of the terms and provisions of Partial Assignment of Oil and Gas Lease dated February 15, 1978, from Atlantic Richfield Company to Cal-Mon Oil Company, recorded at Volume 358, Page 712 of the Deed Records of Reeves County, Texas, (2) all of the terms and provisions of Farmout Agreement dated January 10, 1978, by and between Atlantic Richfield Company and Cal-Mon Oil Company covering the above described lease and lands, and (3) all of the terms and provisions of Assignment of Interests in Oil and Gas Lease from Cal-Mon Oil Company to WTG Exploration, Inc., et al, dated April 25, 1979.

EXECUTED and DELIVERED this 26th day of April, 1979, to be effective, however, as of March 1, 1979, at 7:00 a.m.

| ATTEST: | DAVIS GAS PROCESSING, INC. | |
|--|----------------------------|--|
| Y Jane & Handler | By: (1.2. Day | |
| Assistant Secretary | J. L. Davis, President | |
| The same of the sa | | |

STATE OF TEXAS
COUNTY OF MIDLAND

BEFORE ME, the undersigned, a Notary Public in and for said County and State, on this day personally appeared J. L. DAVIS, known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that the same was the act of the said DAVIS GAS PROCESSING, INC. a corporation, and that he executed the same as the act of such corporation for the purposes and consideration therein expressed, and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE this the April, 1979.

My Commission Expires: Midland County, Texas

Midland County, Texas

| | | | The same of the sa |
|--------------------|---------------|--------------------------------|--|
| iled for record on | the 2nd day o | fMay | _,A.D. 1979 at 10:30A. M. |
| recorded on the | 2nd day of | May ,A.D. | 1979 at 2:00P. M. |
| Zivis go Veruen | DEPUTY | CATHERINE ASP REEVES COUNTY | HLEY, COUNTY CLERK |



RECEIVED AS STATED

DATE 6-16-84 Reg. No.

GENERAL LAND OFFICE

Assigned

Assigned

Fina dated

Garry Mauro, Commissioner

FILE NO. 2037 CAL-MON OIL COMPANY TO WTG EXPLORATION, INC., ET ET AL

ASSIGNMENT OF INTERESTS IN OIL AND GAS LEASE

STATE OF TEXAS COUNTY OF REEVES

For an adequate consideration, the receipt and sufficiency of which are hereby acknowledged, Cal-Mon Oil Company, herein called "Assignor", does hereby grant, assign and convey, without warranty of title, either express or implied, unto the parties named below, herein collectively called "Assignees", the respective interests set forth below opposite the name of each party, in and to that certain Oil and Gas Lease dated February 15, 1973, recorded Volume 322, Page 190 of the Oil & Gas Records of Reeves County, Texas, from L. H. Meeker, et al, as lessor, to Atlantic Richfield Company, as lessee, insofar only as said lease covers the following described lands located in Reeves County. Texas: County, Texas:

> NW/4 Section 15, Block C-21, PSL Survey, containing 160 acres, more or less, as to oil, gas, casinghead gas and associated hydrocarbons from the surface of the ground down to the depth of 3,320 feet below the surface only,

together with a like interest in all personal property and equipment used or obtained in connection with said lease and lands, said parties to whom an interest in said lease and lands is conveyed herein and their respective interests being as follows:

| WTG Exploration, Inc. | 17.6408% | | | |
|--------------------------------|-----------|--|--|--|
| Wilson Comola | 4.4144% | | | |
| Robert L. Monaghan | . 1.5625% | | | |
| Davis Gas Processing, Inc. | 26.2295% | | | |
| David L. Davis | .5246% | | | |
| Robert C. Lyon * | .5246% | | | |
| R. Keith Moore | .5246% | | | |
| Sandra Davis Maddox | .5246% | | | |
| JLD '78 Partnership | 1.5738% | | | |
| Tom Davenport | .5246% | | | |
| North American Royalties, Inc. | 39.3443% | | | |
| Albert Dewey Crisp II | 1.6393% | | | |
| Michael Walling | 2.3607% | | | |
| David Y. Rogers | 1.0492% | | | |

Excepted, reserved and carved out proportionately from the interests herein assigned to Assignees and the undivided 1/64 interest retained by Assignor in the above described lease and lands, down to the above stated depth, is an overriding royalty interest of 2% of 8/8 of all of the oil, gas, casinghead gas and

associated hydrocarbons which may be produced, saved and sold from the above described lands down to the above stated depth, pursuant to the terms and provisions of the above described Oil and Gas Lease. Said overriding royalty interest shall be free and clear of all costs of development and production, but shall bear and pay its proportionate part of all applicable taxes.
Fuel oil and gas for operating and treating the premises may be deducted before computing said overriding royalty interest. Sa overriding royalty interest shall be in addition to all existing royalties and overriding royalty interests encumbering the above described lease and lands. If the above described lease covers less than the entire oil and gas estate in the above described lands, or if Assignor owns less than the entire leasehold estate created by said lease (excepting any previously reserved overriding royalty interest or similar burden), then the overriding royalty interest herein excepted and reserved shall be proportionately reduced to accord with the interest actually covered by said lease or the interest actually owned by Assignor. an adequate consideration, the receipt and sufficiency of which are hereby acknowledged, Assignor does hereby grant, assign and convey unto John M. Wetzel an undivided 1/2 interest in the over-riding royalty interest herein reserved, and to Robert L. Monaghan an undivided 1/4 interest in the overriding royalty interest herein reserved.

The interests in the above described lease and lands herein conveyed to Assignees are subject proportionately to the following: (1) all of the terms and provisions of Partial Assignment of Oil and Gas Lease dated February 15, 1978, from Atlantic Richfield Company to Assignor recorded at Volume 358, Page 712 of the Deed Records of Reeves County, Texas, and (2) all of the terms and provisions of Farmout Agreement dated January 10, 1978, by and between Atlantic Richfield Company and Assignor covering the above described lease and lands.

EXECUTED and DELIVERED this 25th day of April, 1979, to be effective, however, as of February 15, 1978.

311.0 ATTEST irginia P. Monaghan, Sec.

CAL-MON OIL COMPANY

President

By: Kelert Robert Monaghan,

STATE OF TEXAS COUNTY OF MIDLAND

BEFORE ME, the undersigned, a Notary Public in and for said County and State, on this day personally appeared ROBERT L. MONAGHAN, known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that the same was the act of the said CAL-MON OIL COMPANY a corporation, and that he executed the same as the act of such corporation for the purposes and consideration therein expressed, and in the capacity therein stated.

NOIVEN UNDER MY HAND AND SEAL OF OFFICE this the 25th day of April, 1979

20.4.10 My Commission Expires: 6-45-80

Color

Notary Public in and for Midland County, Texas

_,A.D. 1979 at <u>10:30A.</u>M. Filed for record on the 2nd day of May Duly recorded on the 2nd day of May ,A.D. 1979 at 2:00 P. CATHERINE ASHLEY, COUNTY CLERK BY Livie 10 Freeman DEPUTY REEVES COUNTY, TEXAS

RECEIVED AS STATED

25.

DATE 6-16-8cl

Reg. No.

GENERAL LAND OFFICE

M Assigned
File dated 6-16-84

Garry Mauro, Commissioner

| E 503—CERTIFICATE OF TRUE COPY OF PAPERS RECORDED—Class 1. (Arts. 6600-6625-6634, R. S. 1925) THE STATE OF TEXAS | rd Form |
|--|---------|
| County of REEVES I, CATHERINE ASHLEY | CI. 1 |
| of the County Court of Reeves County, Texas, do hereby certify | Clerk |
| the foregoing is a true and correct copy of the original RECORDED ASSIGNMENT OF INTERESTS IN OIL & GAS LEASE FROM CAL-MON OIL COMPANY TO WTG EXPLORATION, INC., ET AL. | |
| as the same appears of record in my office in book 374 page 52, Deed Record. Given under my Hand and Seal of said Court, at office in Pecos, Texas | |
| this 13th day of June 19 84 | |
| CATHERINE ASHLEY Clerk, | |
| (Billie JO Freeman) De | puty. |

LE NO. 1218

ATLANTIC RICHFIELD COMPANY TO CAL-MON OIL COMPANY

Pometa

PARTIAL ASSIGNMENT OF OIL AND GAS LEASE

For sufficient consideration, receipt of which is hereby acknowledged, and subject to the reservations, terms and conditions hereinafter set forth, ATLANTIC RICHFIELD COMPANY, a Pennsylvania corporation, hereinafter called "Assignor", does hereby sell, transfer and assign to CAL-MON OIL COMPANY, P.O. Box 2066, Midland, Texas 79702, hereinafter called "Assignee", all of Assignor's right, title and interest in and to Oil and Gas Lease dated February 15, 1973, recorded in Volume 322, Page 190, Oil and Gas Records of Reeves County, Texas, executed by L. H. Meeker, et al., as Lessor, to Atlantic Richfield Company, as Lessee, and covering among other land in the following described tract in said County and State, to wit:

NW/4 Section 15, Block C-21, PSL Survey, containing 160 acres more or less;

and INSOFAR and ONLY INSOFAR as said lease covers the oil and gas, casinghead gas and associated hydrocarbons from the surface to the subsurface depth of 3,320 feet only, there being expressly reserved to Assignor all formations and depths and all other minerals not specifically included in this Assignment.

TO HAVE AND TO HOLD to Assignee, the successors and assigns of Assignee, for a period of 90 days from date hereof and as long thereafter as oil and/or gas is produced in commercial quantities from the assigned premises. This Assignment is made without warranty of title, either expressed or implied.

There is hereby reserved and excepted to Assignor, its successors and assigns, an overriding royalty of 1/16 of all oil and gas produced from said land under the terms of said lease or extensions or renewals thereof, to be

delivered into tanks or pipeline, free and clear of all cost of development and operation, including ad valorem taxes but excepting its own gross production taxes; said overriding royalty to be in addition to all royalties, overriding royalties, production payments and similar lease burdens heretofore created and existing. If said lease covers less than the full interest in said land or if Assignor owns less than the full interest in said lease (excepting only an overriding royalty or similar burden heretofore created), such overriding royalty herein reserved shall be proportionately reduced to accord with the interest actually covered by said lease or the interest therein owned by Assignor.

This Assignment is made in accordance with and subject to the further terms, conditions and provisions of that certain Farmout Agreement by and between the parties hereto dated January 10, 1978, all terms of which are incorporated herein by reference; and in the event of conflict between this Assignment and said Farmout Agreement, the provisions of said Farmout Agreement shall prevail.

Assignee, to the extent of the interest assigned, agrees to fulfill and to comply with all covenants, express or implied, contained in said lease and any intermediate assignments thereof and to indemnify and to save harmless Assignor from and against all costs, liability and expense of whatsoever character accruing thereunder from and after the effective date hereof.

EXECUTED AND EFFECTIVE as of February 15, 1978.

ATLANTIC RICHFIELD COMPANY

By C.S. (a should)
Attorney in Fact

ASSIGNOR

THE STATE OF TEXAS

| | COUNTY OF MIDLAND) |
|-------|--|
| : | BEFORE ME, the undersigned authority, on this day |
| | personally appeared C. E. CARDWELL, JR., known to me to be the person whose name is subscribed to the foregoing instru- |
| • | ment as Attorney in Fact for ATLANTIC RICHFIELD COMPANY, the |
| •••• | party thereto, and acknowledged to me that he executed the same as Attorney in Fact for the said ATLANTIC RICHFIELD |
| •••• | COMPANY, and that the said ATLANTIC RICHFIELD COMPANY executed the instrument by and through him for the purposes and con- |
| • | sideration therein expressed. |
| | GIVEN UNDER MY HAND AND SEAL OF OFFICE, this the |
| 7 | 15 the day of March , 1978. |
| | My commission expires: Unonne Brooks |
| | Nøtary Public in and for |
| | June 30, 1978 Midland County, Texas |
| | |
| | |
| | THE STATE OF TEXAS) |
| | CCUNTY OF MIDLAND) |
| | BEFORE ME, the undersigned authority, on this day |
| | personally appeared ROBERT L. MONAGHAN |
| | President of CAL-MON OIL COMPANY, known to me to be the person and officer whose name is subscribed to the foregoing |
| | instrument and acknowledged to me that the same was the act of the said CAL-MON OIL COMPANY, a corporation, and that |
| | he executed the same as the act of such corporation for the |
| | purposes and consideration therein expressed, and in the capacity therein stated. |
| | GIVEN UNDER MY HAND AND SEAL OF OFFICE this the |
| | 27th day of March , 1978. |
| | you sivile |
| | My commission expires: Notary Pullid in and for Will Full. |
| | 7/25/79 Notary Puzzlid in and for Midland County, Texas |
| | |
| | |
| | |
| | HNB:pp |
| | 3/7/78 |
| | -3- |
| | |
| | |
| ·F:1. | ed for record on the 6th day of April ,A.D. 1978 |
| FILE | ed for record on the 6th day of April ,A.D. 1978 |
| 10:30 | A. M. Duly recorded on the 7th day of April A.D. |
| | |
| 3 at | 2:00 P. M. CATHERINE ASHLEY, COUNTY CLERK |
| 0 | Reeves County, Texas |
| Dulli | DEPUTY |
| ţ | |
| | |
| | |

ASSIGNEE

33

RECEIVED AS STATED

25.

DATE 4-16-84

Reg. No.

GENERAL LAND OFFICE

Part. Assigned
File dated 6-(6-84

Gary Mauro, Commissioner

THE STATE OF TEXAS

County of REEVES

I, CATHERINE ASHLEY

County, Texas, do hereby certify that the foregoing is a true and correct copy of the original RECORDED PARTIAL ASSIGNMENT OF OIL AND GAS LEASE FROM ATLANTIC RICHFIELD COMPANY TO CAL-MON OIL COMPANY.

as the same appears of record in my office in book 358 page 712, Deed Record.

Given under my Hand and Seal of said Court, at office in Pecos, Texas

this 13th day of June 19.84

CATHERINE ASHLEY

CATHERINE ASHLEY

CATHERINE ASHLEY

CATHERINE ASHLEY

CIerk,

By British Greenan)

Deputy.

M-77534

Shut-In Affidavit

Enter appropriate comments, if any, and initial. Pass to next department:

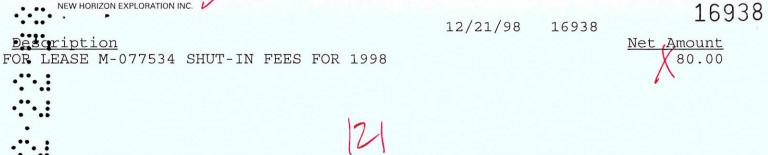
| Affidavit Auditor | INITIAL: | <u>DATE:</u> 234,99 |
|-------------------|-----------|------------------------|
| Comments: | Dru Doyae | as Leare |
| Mineral Leasing | | |
| Comments: | | |
| Legal-Energy | | |
| Comments: | | |



Please respond fully to all applicable questions on this affidavit. Shut-in may be denied for failure to provide information establishing the validity of this request for shut-in status. For shut-in leases contained within units, separate affidavits must be submitted for each state lease in unit.

| | nd Office Lease | e No. | | Operator | | | | | | | |
|---------------------|-----------------|-----------------|------------|--|-----------------|-------------------------------------|--|------------|-----------|------------|--|
| M- | .,,,,,, | | | Royalty Operating, Inc. | | | | | | | |
| Le | ase Name | 10 | | Field Name | | | | | | | |
| Meeker 15 | | | | aves Gas N. | | | | | | | |
| Ar | Area | | Tract | | Part | | A | Acres | 160 | | |
| | | | | | | | | | | 760 | |
| Se | | lock | | Grantee | | | Cou | nty | | | |
| | 15 | 57 | | | | K. | | | eeves | | |
| $\overline{\ldots}$ | • | | | Shu | t-in Paymen | its | | | | | |
| ••• | • Wells m | ust be capabl | le of proc | lucing in payin | g quantities. A | ttach an extra | sheet t | o list add | itional v | vells. | |
| | Well # | | DD | C ID # | | Date shut-in | | | | | |
| | 1 | | IKK | 75302 | | Date silut-iii | 1 | 0/31 | 19 | 98 | |
| • | • • | | 2 ./ | | | | | / | , 1) | | |
| ••• | Reason shut- | -in | ee No | tation on | Back | | | | | | |
| 7. | | | | | | | | | | | |
| | Well capable | of producing | g @ | N | ICF/D + | Bbls | conden | sate + | | Bbls water | |
| | | | | | | | | | | | |
| :- | Well # | | RRG | C ID # | | Date shut-in | | | | | |
| G | | | | | | | | | , 19 | | |
| A | Danaan ahus | | | | | | | | | | |
| | keason snut- | -in | | | | | | | | - | |
| S | Well canable | e of producing | a @ | N | ICE/D + | Rhls | conden | sate + | | Bbls water | |
| | wen capable | or producing | 5 | | ICI7D : | | conden | | | BBIO water | |
| | Well # | | RRG | C ID # | | Date shut-in | | | | | |
| | | | | to account and the second account of the sec | | | | , 19 | | | |
| | | | | | | | | | | | |
| | Reason shut- | -in | | - | | | | | | | |
| | Wall sanable | | ~ @ | | CE/D | Dhla | | | | Dhla matar | |
| | well capable | or producing | g w | N | ICF/D + | BDIS | conden | isate + | | Bbls water | |
| | RRC Lea | | | No of Wol | 10 | Total Daily Potential Rate for ID # | | | | | |
| | ID # | | | No. of Wells for ID # | | Total Dail Bbls oil | | | | Bbls water | |
| | | | | 101 12 " | | 2010 011 | | | 540 | Dolo Water | |
| | | | | | | | | • | | | |
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| 0 | | | | | | | | | | | |
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| | \$1 | | | | 3 | JESUICA ALI | GA | N 4 | | | |
| | | | | | \$ | | MA | | | | |
| | Reason oil we | lls are shut-in | 1 | Supplication of the second | | | | | | | |

| | | gas and oil l | cor eases operators p | nsists of an intro- ermitted dispo | ricate system of separator osal well 1X nearby in Se | rs and c 24 Blk | _ |
|---------------------------|--|---|---|---------------------------------------|--|-------------------------|-----|
| | vp. 3. | 20 | | | | | - |
| Total shut-in pa | ayment due for this le | ase \$_80 | 0.00 | · · · | | | |
| Indicate which | one of these | A pay | ment is being | g made at the ra | te of twice the annual renta | al | |
| is applicable. | | L pay | ment is being | g made at the ra | ite of \$for each w | ell/complet | ion |
| | connected to a pipelin | e? | _ | | | | |
| X Ye | s | | u | No | | | |
| _ | ll purchaser take gas? | | | | purchaser | | |
| X | yes-price per MCF of | offered \$ | | Distance | | | - |
| | no | | 1 | Price offered \$_ | | | _ |
| | ng wells within 1000 sase, list these also. | feet of this l | ease. If there | are wells more | than 1000 feet from the least | se which ar | e |
| Operator | Lease Name | Well # | RRC ID # | Distance | Completion Interval | Status | •:• |
| "Us" | Arco State 34 | 1 | 074252 | 1000 | 3200 | Shut-in | |
| | | | | | 5 | = | |
| Dlassa zassida | any additional relevan | nt informatio | - hoss | | | | • |
| perio to the and is | d, the company cause well heads, equipped in the process of revithin the next 6 more | sed electric ed the "flor eactivating | power lines wing wells" | to be built to with pumpjacl | n each lease. During the the lease, installed electricks, and cleaned out the won this lease should be b | ic service ell bores | •: |
| Contact | Rex Gifford | | | Phone | e (800 330.9587 | | |
| | Operator's re | presentative | | | | | |
| I certify that t | his statement is true | and corre | ct. | Г | | | |
| | Greg Boyles | President | | | General Land Office use or | nly | |
| Ву | Til | tle Pres | IDENT | | | | |
| Sworn and su | bscribed to before | me, the un | dersigned | | | | |
| authority, on | this 21st day o | of <u>December</u> | , 19 <u>98</u> | _ | | | |
| Notary Public | | JESSIC Notary Pu | A A. MARCOS blic, State of Tex nmission Expires | S Kas | Receiving Stamp | | |



••••

GENELA GENERAL LAND OFFICE OF

VENDOR:

99020406

TOTAL:

80.00

TEXAS

#34 M-77534 Shukh Reyment

Texas General Land Office



David Dewhurst Commissioner January 18,2000

LANTERN PETROLEUM ATTN: DIVISION ORDER DEPT. P O BOX 2281 MIDLAND TX 79702

Re: Property Name: SEE ATTACHED EXHIBIT A
Mineral File No: SEE ATTACHED EXHIBIT A
Property Number: SEE ATTACHED EXHIBIT A

Dear Sir or Madam:

We have received the division order submitted by your company for the above-referenced lease and added it to our files. Please be sure to reference this mineral file number in all future royalty payments, reports and correspondence concerning the lease.

The payment of royalties to the State of Texas is set by statute. As the execution of the division order may in some cases affect the payments of such royalties, it is not the policy of this office to execute them. Insofar as allowed by law, the Texas General Land Office is acquiescent in the sale of oil and gas under the terms and conditions set out in the lease.

If you should have any questions, please feel free to call me at (512) 463-5408.

Sincerely,

Shirley Chou Accounts Examiner

Royalty and Revenue Processing

Energy Resources

Stephen F. Austin Building

1700 North Congress Avenue

Austin, Texas 78701-1495

512-463-5001

EXHIBIT A

| PROPERTY NAME | MINERAL FILE NUMBER | PROPERTY NUMBER |
|----------------------|---------------------|-----------------|
| | | |
| SABRE 40 | MF040154 | TX65987-00 |
| SABRE GRAY 40 | MF040154 | TX65986-00 |
| SABRE GRAY HD #1 | MF040154 | TX65960-00 |
| MEEKER HILL C | MF046970 | TX65975-00 |
| STATE OF TEXAS 23 | MF065945 | TX65964-00 |
| STATE OF TEXAS 26 | MF065945 | TX65963-00 |
| AMARILLO STATE 36 #3 | MF068427 | TX65967-00 |
| AMARILLO STATE 36 #1 | MF068555 | TX65966-00 |
| HILL STATE 23 #6 | MF075119 | TX65970-00 |
| ARCO STATE 34 #1 | MF076006 | TX65969-00 |
| HILL 32 #1 | MF077533 | TX65971-00 |
| MEEKER 15 #1 | MF077534 | TX65973-00 |
| MEEKER TRUST 2805 | MF082414 | TX65972-00 |

AM

DIVISION ORDER

| PLEASE | RETURN |
|--------|--------|
| ONE CO | PY TO: |

PREPARED: 12/29/99

LANTERN PETROLEUM A DIVISION OF COAST ENERGY GROUP P.O. BOX 2281 MIDLAND, TX 79702

LANTERN'S PROPERTY #:

TX65973-00

M7077534 PROPERTY NAME: MEEKER 15 #1

12/01/99 EFFECTIVE 7 A.M.:

OPERATED BY: LINOP CORPORATION

DESCRIPTION: SECTION 15, BLOCK C-21, PSL SURVEY, REEVES COUNTY, TEXAS.

The undersigned severally and not jointly certifies it is the legal owner of the interest set out below of all the oil/gas and related liquid /gaseous hydrocarbons produced from the property described above.

OWNER#:

CREDIT TO:

DECIMAL:

*TI:

THE COMMISSIONER OF THE GENERAL LAND OFFICE OF THE STATE OF TEXAS

.06250000

R

* TYPE INTEREST:

R = ROYALTY, O = OVERRIDING ROYALTY, W = NET WORKING INTEREST,
P = PRODUCTION PAYMENT, U = UNLEASED MINERAL INTEREST

Read all covenants appearing on the reverse side hereof which are incorporated herein by reference. The undersigned agrees that each covenant shall be deemed and considered an essential part of this Division Order in like manner and with the same effect as if printed above the undersigned's signature.

SIGNATURE OF WITNESS/ATTEST

SIGNATURE OF OWNER

** SOCIAL SECURITY OR TAX I.D. # OF THIS ACCOUNT:

BY.

DAYTIME PHONE #:

(OFFICER, PARTNER, TRUSTEE, EXECUTOR, etc.)

OWNER'S REMITTANCE ADDRESS:

MAIL CORRESPONDENCE TO (IF DIFFERENT):

This agreement does not amend any lease or operating agreement between the interest owners and the lessee or operator or any other contracts for the purchase of oil or gas.

<u>Terms of Sale:</u> The undersigned will be paid in accordance with the division of interests set out above. The payor shall pay all parties at the price agreed to by the operator for oil to be sold pursuant to this Division Order. Payor shall compute quantity and make corrections for gravity and temperature and make deductions for impurities.

Payment: From the effective date, payment is to be made monthly by payor's check, based on this division of interest, for oil runs during the preceding calendar month from the property listed above, less taxes required by law to be deducted and remitted by payor as purchaser. Payments of less than \$25 may be accrued before disbursement until the total amount equals \$25 or more, or until December 31 of each year, whichever occurs first. Owner agrees to refund to payor any amounts attributable to an interest or part of an interest that owner does not own.

<u>Indemnity:</u> The owner agrees to indemnify and hold payor harmless from all liability resulting from payments made to the owner in accordance with such division of interest, including but not limited to attorney's fees or judgments in connection with any suit that affects the owner's interest to which payor is made a party.

<u>Dispute</u>; <u>Withholding of Funds</u>: If a suit is filed that affects the interest of the owner; written notice shall be given to payor by the owner together with a copy of the complaint or petition filed.

In the event of a claim or dispute that affects title to the division of interest credited herein, payor is authorized to withhold payments accruing to such interest, without interest unless otherwise required by applicable statute, until the claim or dispute is settled.

<u>Termination</u>: Termination of this agreement is effective on the first day of the month that begins after the 30th day after the date written notice of termination is received by either party.

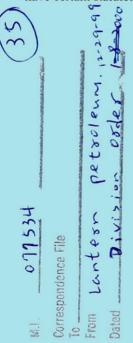
<u>Notices:</u> The owner agrees to notify payor in writing of any changes in the division of interest, including changes of interest contingent on payment of money or expiration of time.

No change of interest is binding on payor until the recorded copy of the instrument of change or documents satisfactorily evidencing such change are furnished to payor at the time the change occurs.

Any change of interest shall be made effective on the first day of the month following receipt of such notice by payor.

Any correspondence regarding this agreement shall be furnished to the addresses listed above unless otherwise advised by either party.

In addition to the legal rights provided by the terms and provisions of this Division Order, an owner may have certain statutory rights under the laws of this state (where the subject property is located).









Texas General Land Office



David Dewhurst Commissioner Thursday, January 20, 2000

ROYALTY OPERATING INC 401 SOUTH SHERMAN RICHARDSON, TX 75081-4012

RE: Termination of State Lease MF077534

Dear Sir:

We are in the process of updating our files for the year 2000. Our records indicate that the above-referenced lease has terminated due to non-production. This lease has not been held by timely paid shut-in payments and there is no documentation in this office of any reworking operations.

If this well(s) is plugged, copies of Railroad Commission Form W-3 must be filed with our office. If delinquent royalties are due, our Audit Division will notify you shortly.

If you disagree with this assessment and you can provide documentation, please send such evidence to this office at the address above, within 30 days of receiving this letter. Failure to reply or failure to present convincing evidence of the continuation of the lease will result in the mineral file being endorsed as terminated.

Sincerely,

John Brodnax

Landman Mineral Leasing

cc: David Hall, Deputy Commissioner of Energy Resources

Stephen F. Austin Building

1700 North Congress Avenue

Austin, Texas 78701-1495

512-463-5001

36)

| File No. MF. | - + | 1/11 |
|--------------|--------------|----------|
| The won | malin | le ther |
| | - | / |
| Date Filed: | 1/28 | 108 |
| 0 | | |
| David | Dewhurst, Co | mmission |

Z_225 979 258

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

| Do not use for Internation | nal Mail (See reverse) |
|--|------------------------|
| Sento | Operating |
| Street & Number S S | herman |
| Post Office, State, & ZIP Cod | (C) |
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Bootmark or Data | |

PS Form 3800, April 1995

Stick postage stamps to article to cover First-Class postage, certified mail fee, and charges for any selected optional services (See front).

- 1. If you want this receipt postmarked, stick the gummed stub to the right of the return address leaving the receipt attached, and present the article at a post office service window or hand it to your rural carrier (no extra charge).
- If you do not want this receipt postmarked, stick the gummed stub to the right of the return address of the article, date, detach, and retain the receipt, and mail the article.
 If you want a return receipt, write the certified mail number and your name and address
- If you want a return receipt, write the certified mail number and your name and address on a return receipt card, Form 3811, and attach it to the front of the article by means of the gummed ends if space permits. Otherwise, affix to back of article. Endorse front of article
- RETURN RECEIPT REQUESTED adjacent to the number.

 4. If you want delivery restricted to the addressee, or to an authorized agent of the
- addressee, endorse RESTRICTED DELIVERY on the front of the article.

 5. Enter fees for the services requested in the appropriate spaces on the front of this
- Enter fees for the services requested in the appropriate spaces on the front of this receipt. If return receipt is requested, check the applicable blocks in item 1 of Form 3811.
- Save this receipt and present it if you make an inquiry.
 102595-99-M-2017

ROYALTY OPERATING INC 401 SOUTH SHERMAN RICHARDSON TX 75081-4012 fre Roya (ty

RE: Termination of State Lease MF077534 RRC# Lease Name:

Dear Sir:

The above referenced oil & gas lease has been endorsed to show the lease terminated for cessation of production. Our office has not been contacted regarding my letter dated January 20th, 2000 to indicate otherwise.

If you have any questions, please give me a call at my number listed below.

Sincerely,

John Brodnax Minerals Leasing Energy Resources (512) 463-5407

cc: David Hall, Deputy Commissioner of Energy Resources

| File No. | M- | 0775 | 30 |
|---------------|-------------|-------------|--------|
| 7~2 | tent | ا ال | - |
| Date Flied: _ | 3.13. | 00 | ~ |
| Dav Bv | vid Dewhurs | st, Commiss | sioner |
| 75 | | | - |

DWIGHTS ENERGYDATA, INC. RUN DATE: 11/20/98 GAS WELL HISTORY Published 10/98 TEXAS GAS DIST 8&8A (#222,389,075302 OPERATOR (#181254) WELL NAME WELL # ROYALTY OPERATING INC MEEKER 15 ----STATE DIST COUNTY (#389) LOCATION TX 8 REEVES 075302 FIELD (#750905000) RESERVOIR API # 42-389-3094200 REAVES NORTH (3200) 3200 TOTAL UPPER LOWER GAS LIO GAS LIO TEMP DEPTH PERF PERF GATH GATH GRAV GRAV GRAD N-FACTOR -------------3270 3189 3192 ROYOI PRIDP 0.59 1.100 0.499 COMP 1ST PROD LAST PROD STATUS DATE DATE DATE DATE STATUS --------------------

9408

7802

CUM THRU LPD

GAS/MCF

71342

8208

GAS CUM SINCE DATE

FPDAT

M-77534 Shut-in since '94 - dead

S/I

RUN DATE: 11/20/98 Published 10/98 (#222,389,075302)

*** ANNUAL PRODUCTION HISTORY ***

| YEAR | GAS/MCF | COND/BBLS | WATER/BBLS |
|------|---------|-----------|------------|
| | | | |
| 1982 | 7652 | 0 | 0 |
| 1983 | 12295 | 0 | 0 |
| 1984 | 7812 | 0 | 0 |
| 1985 | 6941 | 0 | 2850 |
| 1986 | 5489 | 0 | 1041 |
| 1987 | 5506 | 0 | 269 |
| 1988 | 6117 | 0 | 291 |
| 1989 | 4893 | 0 | 233 |
| 1990 | 3949 | 0 | 187 |
| 1991 | 3544 | 0 | 167 |
| 1992 | 3079 | 0 | 147 |
| 1993 | 3101 | Ö | 148 |
| 1994 | 964 | Ō | 46 |

RUN DATE: 11/20/98 Published 10/98 (#222,389,075302)

| MONTH | GAS MCF | CUM GAS MCF | COND BBLS | CUM COND BBLS | WATER BBLS | ALLOW |
|-------|------------|----------------|--------------|------------------|---------------|-------|
| AUG | 912 | 912 | 0 | 0 | 0 | 273 |
| SEP | 2110 | 3022 | ŏ | Ö | ŏ | 2730 |
| OCT | 1698 | 4720 | ŏ | Ö | ŏ | 2821 |
| NOV | 1634 | 6354 | ő | Ö | ŏ | 2730 |
| DEC | 1298 | 7652 | ŏ | Ö | . 0 | 2821 |
| 1982 | 7652 | 7652 | ő | ő | . 0 | 11375 |
| JAN | 831 | 8483 | 0 | 0 | 0 | 2821 |
| FEB | 913 | 9396 | ŏ | Ö | ŏ | 1540 |
| MAR | 778 | 10174 | ŏ | Ö | ŏ | 892 |
| APR | 1147 | 11321 | ŏ | Ö | ŏ | 1016 |
| MAY | 1334 | 12655 | ő | ő | ŏ | 1275 |
| JUN | 1482 | 14137 | Ö | Ö | ŏ | 765 |
| JUL | 979 | 15116 | ő | Ö | ŏ | 935 |
| AUG | 1472 | 16588 | ŏ | ő | ŏ | - |
| SEP | 1249 | 17837 | ŏ | Ö | ŏ | 958 |
| OCT | 605 | 18442 | Ŏ | Ö | Ö | 1550 |
| NOV | 947 | 19389 | ŏ | Ö | ő | 1500 |
| DEC | 558 | 19947 | Ŏ | Ö | ō | 1550 |
| 1983 | 12295 | 19947 | Ō | Ö | Ö | 14802 |
| JAN | 0 | 19947 | 0 | 0 | 0 | _ |
| FEB | 990 | 20937 | 0 | 0 | 0 | 1015 |
| MAR | 490 | 21427 | 0 | 0 | 0 | 1085 |
| APR | 968 | 22395 | 0 | 0 | 0 | 1050 |
| MAY | 1268 | 23663 | 0 | 0 | 0 | 1268 |
| JUN | 635 | 24298 | 0 | 0 | 0 | 1050 |
| JUL | 446 | 24744 | 0 | 0 | 0 | 1085 |
| AUG | 508 | 25252 | 0 | 0 | 0 | 1209 |
| SEP | 805 | 26057 | 0 | 0 | 0 | 1170 |
| OCT | 501 | 26558 | 0 | 0 | 0 | 1209 |
| NOV | 593 | 27151 | 0 | 0 | 0 | 1170 |
| DEC | 608 | 27759 | 0 | 0 | 0 | 1209 |
| 1984 | 7812 | 27759 | 0 | 0 | 0 | 12520 |
| JAN | 589 | 28348 | 0 | 0 | 0 | 1209 |
| FEB | 482 | 28830 | 0 | 0 | 0 | 728 |
| MAR | 555 | 29385 | 0 | 0 | 0 | 806 |
| APR | 574 | 29959 | 0 | 0 | 0 | 780 |
| MAY | 466 | 30425 | 0 | 0 | 0 | 806 |
| JUN | 750 | 31175 | 0 | 0 | 500 | 780 |

| JUL | 531 | 31706 | 0 | 0 | 354 | 806 | |
|------|------|-------|---|---|------|-------|--|
| AUG | 699 | 32405 | 0 | 0 | 466 | 930 | |
| SEP | 819 | 33224 | 0 | 0 | 546 | 900 | |
| OCT | 614 | 33838 | 0 | 0 | 409 | 1220 | |
| NOV | 582 | 34420 | 0 | 0 | 388 | 900 | |
| DEC | 280 | 34700 | 0 | 0 | 187 | 930 | |
| 1985 | 6941 | 34700 | 0 | 0 | 2850 | 10795 | |
| | | | | | | | |

RUN DATE: 11/20/98 Published 10/98 (#222,389,075302)

| MONTH | GAS MCF | CUM GAS MCF | COND BBLS | CUM COND BBLS | WATER BBLS | ALLOW |
|------------|------------|----------------|--------------|------------------|---------------|--------------|
| | 403 | 25102 | | | | |
| JAN FEB | 493 719 | 35193 35912 | 0 0 | 0 | 141 205 | 930 980 |
| MAR | 819 | 36731 | 0 | 0 | 234 | 1085 |
| APR | 232 | 36963 | Ö | 0 | 66 | 1050 |
| MAY | 596 | 37559 | Ö | Ö | 170 | 1085 |
| JUN | 160 | 37719 | Ö | Ō | 15 | 1050 |
| JUL | 0 | 37719 | Ō | Ö | 0 | |
| AUG | 0 | 37719 | 0 | 0 | 0 | - |
| SEP | 0 | 37719 | 0 | 0 | 0 | - |
| OCT | 1060 | 38779 | 0 | 0 | 103 | 1060 |
| NOV | 780 | 39559 | 0 | 0 | 75 | 930 |
| DEC | 630 | 40189 | 0 | 0 | 32 | 961 |
| 1986 | 5489 | 40189 | 0 | 0 | 1041 | 9131 |
| JAN | 518 | 40707 | 0 | 0 | 27 | 961 |
| FEB | 401 | 41108 | 0 | 0 | 21 | 1092 |
| MAR | 0 | 41108 | 0 | 0 | 0 | - |
| APR | 0 | 41108 | 0 | 0 | 0 | - |
| MAY | 700 | 41808 | 0 | 0 | 36 | 1054 |
| JUN | 605 | 42413 | 0 | 0 | 29 | 1020 |
| JUL | 585 530 | 42998 | 0 | 0 | 28 | 1054 |
| AUG SEP | 520 595 | 43518 | 0 0 | 0 | 25 | 1054 |
| OCT | 570 | 44113 44683 | 0 | 0 | 28 27 | 1020 1054 |
| NOV | 510 | 45193 | 0 | 0 | 24 | 1020 |
| DEC | 502 | 45695 | 0 | 0 | 24 | 1054 |
| 1987 | 5506 | 45695 | ŏ | ŏ | 269 | 10383 |
| JAN | 472 | 46167 | 0 | 0 | 22 | 806 |
| FEB | 290 | 46457 | 0 | Ö | 14 | 667 |
| MAR | 490 | 46947 | 0 | 0 | 23 | 713 |
| APR | 470 | 47417 | 0 | 0 | 22 | 690 |
| MAY | 460 | 47877 | 0 | 0 | 22 | 713 |
| JUN | 580 | 48457 | 0 | 0 | 28 | 690 |
| JUL | 660 | 49117 | 0 | 0 | 31 | 713 |
| AUG | 513 | 49630 | 0 | 0 | 24 | 620 |
| SEP | 495 | 50125 | 0 | 0 | 24 | 600 |
| OCT | 622 | 50747 | 0 | 0 | 30 | 651 |
| NOV | 540 | 51287 | 0 | 0 | 26 | 630 |
| DEC | 525 | 51812 | 0 | 0 | 25 | 651 |
| 1988 | 6117 | 51812 | 0 | 0 | 291 | 8144 |

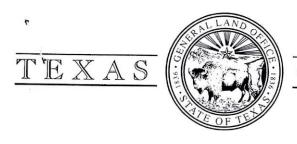
RUN DATE: 11/20/98 Published 10/98 (#222,389,075302)

| MONTH | GAS MCF | CUM GAS MCF | COND BBLS | CUM COND BBLS | WATER BBLS | ALLOW |
|-------|------------|----------------|--------------|------------------|---------------|-------|
| JAN | 560 | 52372 | 0 | 0 | 27 | 651 |
| FEB | 430 | 52802 | ő | ő | 20 | 616 |
| MAR | 521 | 53323 | ŏ | Ö | 25 | 682 |
| APR | 425 | 53748 | Ŏ | Ö | 20 | 660 |
| MAY | 456 | 54204 | Ö | Ö | 22 | 682 |
| JUN | 200 | 54404 | Ō | Ō | 10 | 660 |
| JUL | 513 | 54917 | 0 | Ö | 24 | 682 |
| AUG | 415 | 55332 | 0 | 0 | 20 | 682 |
| SEP | 385 | 55717 | 0 | 0 | 18 | 660 |
| OCT | 398 | 56115 | 0 | 0 | 19 | 651 |
| NOV | 360 | 56475 | 0 | 0 | 17 | 630 |
| DEC | 230 | 56705 | 0 | 0 | 11 | 651 |
| 1989 | 4893 | 56705 | 0 | 0 | 233 | 7907 |
| JAN | 346 | 57051 | 0 | 0 | 16 | 589 |
| FEB | 315 | 57366 | 0 | 0 | 15 | 532 |
| MAR | 240 | 57606 | 0 | 0 | 11 | 589 |
| APR | 323 | 57929 | 0 | 0 | 15 | 510 |
| MAY | 436 | 58365 | 0 | 0 | 21 | 527 |
| JUN | 357 | 58722 | 0 | 0 | 17 | 510 |
| JUL | 376 | 59098 | 0 | 0 | 18 | 527 |
| AUG | 287 | 59385 | 0 | 0 | 14 | 527 |
| SEP | 249 | 59634 | 0 | 0 | 12 | 510 |
| OCT | 388 | 60022 | 0 | 0 | 18 | 465 |
| NOV | 301 | 60323 | 0 | 0 | 14 | 450 |
| DEC | 331 | 60654 | 0 | 0 | 16 | 1302 |
| 1990 | 3949 | 60654 | 0 | 0 | 187 | 7038 |
| JAN | 280 | 60934 | 0 | 0 | 13 | 465 |
| FEB | 339 | 61273 | 0 | 0 | 16 | 420 |
| MAR | 404 | 61677 | 0 | 0 | 19 | 465 |
| APR | 378 | 62055 | 0 | 0 | 18 | 450 |
| MAY | 229 | 62284 | 0 | 0 | 11 | 465 |
| JUN | 297 | 62581 | 0 | 0 | 14 | 450 |
| JUL | 234 | 62815 | 0 | 0 | 11 | 465 |
| AUG | 304 | 63119 | 0 | 0 | 14 | 434 |
| SEP | 180 | 63299 | 0 | 0 | 9 | 420 |
| OCT | 300 | 63599 | 0 | 0 | 14 | 434 |
| NOV | 212 | 63811 | 0 | 0 | 10 | 420 |
| DEC | 387 | 64198 | 0 | 0 | 18 | 434 |
| 1991 | 3544 | 64198 | 0 | 0 | 167 | 5322 |

RUN DATE: 11/20/98 Published 10/98 (#222,389,075302)

| MONTH | GAS MCF | CUM GAS MCF | COND BBLS | CUM COND BBLS | WATER BBLS | ALLOW |
|------------|------------|----------------|--------------|------------------|---------------|-------|
| MONTA | MCF | MCF | одио | euaa | cuda | ALLOW |
| JAN | 344 | 64542 | 0 | 0 | 16 | 434 |
| FEB | 273 | 64815 | 0 | Ō | 13 | 406 |
| MAR | 263 | 65078 | 0 | 0 | 13 | 434 |
| APR | 282 | 65360 | 0 | 0 | 13 | 420 |
| MAY | 227 | 65587 | 0 | 0 | 11 | 434 |
| JUN | 282 | 65869 | 0 | 0 | 13 | 390 |
| JUL | 254 | 66123 | 0 | 0 | 12 | 387 |
| AUG | 195 | 66318 | 0 | 0 | 9 | 248 |
| SEP | 223 | 66541 | 0 | 0 | 11 | 270 |
| OCT | 242 | 66783 | 0 | 0 | 12 | 248 |
| NOV | 228 | 67011 | 0 | 0 | 11 | 228 |
| DEC | 266 | 67277 | 0 | 0 | 13 | 266 |
| 1992 | 3079 | 67277 | 0 | 0 | 147 | 4165 |
| | | | | | | |
| JAN | 207 | 67484 | 0 | 0 | 10 | 248 |
| FEB | 303 | 67787 | 0 | 0 | 14 | 303 |
| MAR | 290 | 68077 | 0 | 0 | 14 | 290 |
| APR | 258 | 68335 | 0 | 0 | 12 | 258 |
| MAY | 279 | 68614 | 0 | 0 | 13 | 341 |
| JUN | 212 | 68826 | 0 | 0 | 10 | 270 |
| ${	t JUL}$ | 267 | 69093 | 0 | 0 | 13 | 279 |
| AUG | 243 | 69336 | 0 | 0 | 12 | 279 |
| SEP | 251 | 69587 | 0 | 0 | 12 | 251 |
| OCT | 245 | 69832 | 0 | 0 | 12 | 279 |
| NOV | 266 | 70098 | 0 | 0 | 13 | 266 |
| DEC | 280 | 70378 | 0 | 0 | 13 | 280 |
| 1993 | 3101 | 70378 | 0 | 0 | 148 | 3344 |
| | | | | | | |
| JAN | 252 | 70630 | 0 | 0 | 12 | 252 |
| FEB | 203 | 70833 | 0 | 0 | 10 | 252 |
| MAR | 96 | 70929 | 0 | 0 | 5 | 279 |
| APR | 78 | 71007 | 0 | 0 | 4 | 240 |
| MAY | 85 | 71092 | 0 | 0 | 4 | 217 |
| JUN | 70 | 71162 | 0 | 0 | 3 | 90 |
| ${f JUL}$ | 73 | 71235 | 0 | 0 | 3 | 93 |
| AUG | 107 | 71342 | 0 | 0 | 5 | 107 |
| 1994 | 964 | 71342 | 0 | 0 | 46 | 1530 |

39. m 77534 File Indebue 12-01-98



GENERAL LAND OFFICE

JERRY PATTERSON, COMMISSIONER

April 11, 2003

CERTIFIED MAIL 70020860000793872038

SECOND REQUEST

RE-OP CORP ATTN: GREGORY KEYS 24900 PITKIN STE 150 SPRING TX 77386-1973

RE: Notice of non-payment on State Lease MF-077534

Dear Sir:

Enclosed is a copy of our letter to you dated December 04, 2002, requesting additional royalties due on the captioned lease. As of this date we have not received your payment or a reply to this letter.

Be advised that penalty and interest continue to accrue until payment is received. A revised schedule is enclosed, brought forward through October 2002, and showing updated penalty and interest. The amount now due is \$1,348.08, comprised of \$253.56 in additional royalty, \$1,025.00 in penalty and \$69.52 in interest. Penalty and interest have been computed in accordance with Section 52.131 of the Texas Natural Resources Code.

You are also hereby notified that if the amount now due is not received in this office by May 5, 2003, these leases will be forwarded to our legal division for appropriate action.

If you have any questions, please call Teresa Telkes, Accounts Examiner, at (512) 936-6928.

Sincerely,

Joe King, Supervisor Royalty Management

Energy Resources Division

ATTACHMENT II - SECOND NOTICE

RE-OP CORP
STATE LEASE M-077534
NORTH REAVES FIELD
MEEKER 15 LEASE
REEVES COUNTY, TEXAS

RRC GAS WELL #08-075302

STATE ROYALTY DECIMAL .062500

AUDITOR: FILE NAME: DATE:

TMT 077534.XLS 04/11/03

PENALTY/ INTEREST DATE:

05/05/03

(1) (2) (3) (4) (5) (6) (7) (8) (9) (10) (11)

| MONTH/ | RRC 👍 | | | GROSS | i desale | | ADDITIONAL | | | | |
|--------|----------|------------------|----------------|--|-----------------|--------------|--------------------------|---------------------|----------------|-----------------|--|
| YEAR | VOLUME | PRICE | вти | VALUE | ROYALTY DUE | ROYALTY PAID | ROYALTY DUE | NUMBER OF DAYS LATE | PENALTY DUE | INTEREST DUE | TOTAL DUE |
| | (A) | (B) | (B) | (1)X(2)X(3) | * (4)X(.062500) | | (5) - (6) | | (C)! | (0) | (7)+(9)+(10) |
| May-99 | | 0.0500 | | A STATE OF THE PARTY OF THE PAR | | | toria distribution di ta | | | | The second secon |
| Jun-99 | 64 | 2.3500 | 1.000 | 150.40 | 9.40 | | 9.40 | 1390 | 25.00 | 4.11 | 38.51 |
| Jul-99 | 60 85 | 2.2400 2.2900 | 1.000 | 134.40 | 8.40 | | 8.40 | 1359 | 25.00 | 3.59 | 36.99 |
| Aug-99 | 59 | 2.6200 | 1.000 1.000 | 194.65 | 12.17 | | 12.17 | 1328 | 25.00 | 5.08 | 42.25 |
| Sep-99 | 54 | 2.9100 | | 154.58 | 9.66 | | 9.66 | 1298 | 25.00 | 3.93 | 38.59 |
| Oct-99 | 83 | 2.5400 | 1.000 1.000 | 157.14 | 9.82 | | 9.82 | 1267 | 25.00 | 3.90 | 38.72 |
| Nov-99 | 62 | 3.0300 | 1.000 | 210.82 | 13.18 | | 13.18 | 1237 | 25.00 | 5.10 | 43.28 |
| Dec-99 | 62 | 2.1100 | 1.000 | 187.86 | 11.74 | j | 11.74 | 1206 | 25.00 | 4.43 | 41.17 |
| Jan-00 | 41 | 2.3400 | 1.000 | 130.82 95.94 | 8.18 6.00 | | 8.18 | 1175 | 25.00 | 3.00 | 36.18 |
| Feb-00 | 86 | 2.5800 | 1.000 | 221.88 | 13.87 | | 6.00 | 1146 | 25.00 | 2,14 | 33.14 |
| Mar-00 | 6 | 2.6000 | 1.000 | 15.60 | 0.98 | | 13.87 | 1115 | 25.00 | 4.82 | 43.69 |
| Apr-00 | 5 | 2.9000 | 1.000 | 14.50 | 0.91 | | 0.98 | 1085 | 25.00 | 0.33 | 26.31 |
| May-00 | 16 | 3.0800 | 1.000 | 49.28 | 3.08 | | 0.91 3.08 | 1054 1024 | 25.00 25.00 | 0.30 0.98 | 26.21 29.06 |
| Jun-00 | 105 | 4.3800 | 1.000 | 459.90 | 28.74 | | 28.74 | 993 | 25.00 25.00 | 8.83 | 62.57 |
| Jul-00 | 11 | 4.3800 | 1.000 | 48.18 | 3.01 | | 3.01 | 962 | 25.00 25.00 | 0.89 | 28.90 |
| Aug-00 | 2 | 3.8600 | 1.000 | 7.72 | 0.48 | | 0.48 | 932 | 25.00 | 0.14 | 25.62 |
| Sep-00 | 3 | 4.6400 | 1.000 | 13.92 | 0.87 | | 0.87 | 901 | 25.00 | 0.14 | 26.11 |
| Oct-00 | 13 | 5.3000 | 1.000 | 68.90 | 4.31 | | 4.31 | 871 | 25.00 | 1.15 | 30.46 |
| Nov-00 | 8] | 4.4600 | 1.000 | 35.68 | 2.23 | | 2.23 | 840 | 25.00 | 0.57 | 27.80 |
| Dec-00 | 40 | 6.0000 | 1.000 | 240.00 | 15.00 | | 15.00 | 809 | 25.00 | 3.70 | 43.70 |
| Jan-01 | 10 | 9.8400 | 1.000 | 98.40 | 6.15 | | 6.15 | 781 | 25.00 | 1.46 | 32.61 |
| Feb-01 | 7 | 6.2400 | 1.000 | 43.68 | 2.73 | | 2.73 | 750 | 25.00 | 0.62 | 28.35 |
| Mar-01 | 17 | 5.0300 | 1.000 | 85.51 | 5.34 | | 5.34 | 720 | 25.00 | 1.16 | 31.50 |
| Apr-01 | 45 | 5.3700 | 1.000 | 241.65 | 15.10 | 6.20 | 8.90 | 689 | 25.00 | 3.13 | 37.03 |
| May-01 | 19 | 4.9100 | 1.000 | 93.29 | 5.83 | 1.02 | 4.81 | 659 | 25.00 | 1.15 | 30.96 |
| Jun-01 | 9 | 3.7800 | 1.000 | 34.02 | 2.13 | | 2.13 | 628 | 25.00 | 0.40 | 27.53 |
| Jul-01 | 0 | 3.2600 | 1.000 | 0.00 | 0.00 | | 0.00 | 597 | 0.00 | 0.00 | 0.00 |
| Aug-01 | 13 | 3.2400 | 1.000 | 42.12 | 2.63 | | 2.63 | 567 | 25.00 | 0.44 | 28.07 |
| Sep-01 | 20 | 2.3900 | 1.000 | 47.80 | 2.99 | 1.00 | 1.99 | 536 | 25.00 | 0.47 | 27.46 |
| Oct-01 | 5 | 1.8600 | 1.000 | 9.30] | 0.58 | 0.25 | 0.33 | 506 | 25.00 | 0.09 | 25.42 |

RE-OP CORP STATE LEASE M-077534 NORTH REAVES FIELD MEEKER 15 LEASE **REEVES COUNTY, TEXAS** RRC GAS WELL #08-075302 STATE ROYALTY DECIMAL .062500

ATTACHMENT II - SECOND NOTICE

AUDITOR: FILE NAME: DATE:

TMT 077534.XLS 04/11/03

\$1,348.08

PENALTY/ INTEREST DATE:

05/05/03

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
|----------------|----------------------|--------------|------------|-------------------------------|------------------------------|--------------|--------------------------------------|------------------------|-------------------------|--------------|--------------------------------|
| MONTH/ YEAR | RRC VOLUME (A) | PRICE (B) | ВТÚ (В) | GROSS VALUE (1)X(2)X(3) | ROYALTY DUE (4)X(.062500) | ROYALTY PAID | ADDITIONAL ROYALTY DUE (5)-(6) | NUMBER OF DAYS LATE | PENALTY DUE . (C) | INTEREST DUE | TOTAL DUE : (7)+(9)+(10) |
| Nov-01 | 4 | 3.1200 | 1.000 | 12.48 | 0.78 | 0.19 | 0.59 | 475 | 25.00 | 0.11 | 25.70 |
| Dec-01 | 2 | 2.3000 | 1.000 | 4.60 | 0.29 | 0.12 | 0.17 | 444 | 25.00 | 0.04 | 25.21 |
| Jan-02 | 3 | 2.6100 | 1.000 | 7.83 | 0.49 | | 0.49 | 416 | 25.00 | 0.06 | 25.55 |
| Feb-02 | 3 | 2.0000 | 1.000 | 6.00 | 0.38 | | 0.38 | 385 | 25.00 | 0.04 | 25.42 |
| Mar-02 | 3 | 2.4000 | 1.000 | 7.20 | 0.45 | : | 0.45 | 355 | 25.00 | 0.04 | 25.49 |
| Apr-02 | 15 | 3.4100 | 1.000 | 51.15 | 3.20 | | 3.20 | 324 | 25.00 | 0.28 | 28.48 |
| May-02 | 8 | 3.3600 | 1.000 | 80.64 | 5.04 | | 5.04 | 294 | 25.00 | 0.39 | 30.43 |
| Jun-02 | 2 | 3.3700 | 1.000 | 6.74 | 0.42 | | 0.42 | 263 | 25.00 | 0.03 | 25.45 |
| Jul-02 | 21 | 3.3000 | 1.000 | 554.40 | 34.65 | | 34.65 | 232 | 25.00 | 1.97 | 61.62 |
| Aug-02 | 5 | 2.9700 | 1.000 | 29.70 | 1.86 | | 1.86 | 202 | 25.00 | 0.09 | 26.95 |
| Sep-02 | 9 | 3.3100 | 1.000 | 119.16 | 7.45 | | 7.45 | 171 | 25.00 | 0.27 | 32.72 |
| Oct-02 | 4 | 3.6400 | 1.000 | 29.12 | 1.82 | | 1.82 | 141 | 25.00 | 0.05 | 26.87 |
| | 1,089 | | | \$4,196.96 | \$262.34 | \$8.78 | \$253.56 | | \$1,025.00 | \$69.52 | \$1,348,08 |

COMMENTS:

- (A) RRC VOLUME REPRESENTS RRC CODE 2 AND 3 DISPOSITION VOLUMES FOR WELL ID 08-075302.
- (B) PRICE/BTU REPRESENTS HOUSTON SHIP CHANNEL MARKET CENTER INDEX SPOT GAS PRICE.
- (C) SEE ATTACHMENT III, "SUMMARY OF PENALTY/INTEREST ASSESSMENT RULES", FOR EXPLANATION OF PENALTY AND INTEREST CALCULATIONS.



| (PE) |
|----------------------------------|
| File No. mr - 077 534 |
| BILLING |
| |
| Date Filed: 5 - 16 - 03 |
| Jerry E. Patterson, Commissioner |
| By TERESA TELKES |



| Approved |
|----------|
| Denied |

Energy Financial Management Request for Write-Off Over \$1000

| Lessee's Name Re-Op Corp | BAN # | |
|--|--|--|
| MF# Acct Ex./Audi | tor Telkes Inv. Amount | \$1,348.08 |
| Original Billing Date 12/4/2002 | Write-Off Request Date: | 5/27/2009 |
| Billing Type | Reason for Write-Off (check all | that apply) |
| Audit Reconciliation Energy Resources Late / Incorrect Rep Late Payment | Lessee ba Lessee ca Dort Debt is u | Years old or more ankrupt / out of business annot be located ncollectible les electronically |
| history regarding the unpaid ba 2. Provide reason that liability sh 3. Once approved by all necessar | ould be written-off. y parties are obtained, the collection from the Accounts Receivable. | |
| | ist any more as of 2003. Mineral | |
| Approved by EFM Director: Comments: | Signature and | 7-14-7W5 Date) |
| Concurred by Legal Services: | Lember Sugnature and | 7-29-09 ner of Co., filed banknuptey 2 |
| Comments: Company defund Ref'd to tis in 2003. | f 200 (Peter Doonan, own | ner of Co., filed bonknuptey 2 |
| Return to Energy Financial Mgmt | | |
| For Amounts over \$10,000 Deputy Commissioner Financial Mg | mt: | |
| For Amounts over \$25,000 Chief Clerk / Deputy Land Comm.: | | |



MEMORANDUM

Texas General Land Office • Jerry Patterson • Commissioner

DATE:

March 19, 2004

TO:

John Monroe

FROM:

Wendell Smith

SUBJECT:

Accounts Receivable

A cursory review of the list that you sent over indicates tat some of the billings may have been paid or otherwise addressed, or may be in bankruptcy.

| 1996 Vista Resources Shoreham | M-68440 M-39237 | Paid 3-27-96, Reg. #39239 Transferred to the University of Texas |
|--|-------------------------------|---|
| 1997 Fort Worth Nat. Gas | M-54704 | LERA may have paid or resolved this. |
| 1998 Apache Corp NICOR Pride Energy | M-95293 M-71303 M-82018 | Co. allowed a credit that may have resolved this. Partial payment appears to have been made. Possible overpayment |
| 1999 Altura | M-60870 | Possible paid by Occidental Petroleum in 2001 |
| 2004 Pegco Operators | M-48575 | Settlement agreement sent to company to pay off in three years |
| Bankruptcy Chartex Tri-Union | M-71369 M-70389 | Enron Oil and Gas M-84743 Transtexas M-87043 |

RE-OP M-40154, M-75119, M-75053, M-65945, M-77534 and M-75053

A lien was placed against production from M-47118. Subsequently a referral was made to the Attorney General to collect the amounts owed the State. The company may no longer exist and the amounts may be uncorrectable.

\$ 5/27/2009 ALLLOGSFY98FORWARD

| Billing COMPANY | TYPE | MF NUMBER | her Leas | DATE | DATE | AUD | ROYALTY | PENALTY | INTEREST | TOTAL |
|--------------------|------|-----------|----------|----------|----------|-----|------------|--------------|-----------|----------------|
| GAS0487 RE-OP CORP | REC | 77534 | No | 12/04/02 | 12/04/02 | TT | \$201.32 | \$875.00 | \$57.78 | \$1,134.10 |
| GAS0487 RE-OP CORP | REC | 77534 | No | 12/04/02 | 02/11/03 | TT | (\$201.32) | (\$875.00) | (\$57.78) | (\$1,134.10) |
| GAS0487 RE-OP CORP | REC | 77534 | No | 12/04/02 | 02/11/03 | TT | \$253.56 | \$1,025.00 | \$64.49 | \$1,343.05 |
| GAS0487 RE-OP CORP | REC | 77534 | No | 12/04/02 | 04/11/03 | TT | (\$253.56) | (\$1,025.00) | (\$64.49) | (\$1, 143, 64) |
| GAS0487 RE-OP CORP | REC | 77534 | No | 12/04/02 | 04/11/03 | TT | \$253.56 | \$1,025.00 | \$69.52 | \$1,348.08 |

* 5/27/2009 ALLLOGSFY98FORWARD

COMMENTS ROYALTY PAID

ROYALTY NOT PAID FOR 5/99-4/02 ON CODE 2 & 3-SALES DISPOSITIONS

REVERSE PER REVISED SCHEDULE--2ND REQUEST + ADDL MONTHS THRU 10/02

UPDATED ROY-PEN-INT

REVERSE PER REVISED SCHEDULE--2ND REQUEST
UPDATED ROY-PEN-INT

.00

• _ 1

| File No. MF- | -77534 |
|--------------|------------------------|
| Ltr. B | Wit-0ff 6-23-09 |
| Date Filed: | 6-23-09 |
| Jerry E. Pa | itterson, Commissioner |
| By Clye | <i>کی</i> ا |

•



GENERAL LAND OFFICE

JERRY PATTERSON, COMMISSIONER

June 16, 2014

Erin Pettigrew Resolute Natural Resources Company 1675 Broadway, Suite 1950 Denver, Colorado 78711

RE: GLO Assignment ID # 8867, MF077534

Dear Ms. Pettigrew,

The General Land Office received the following instrument(s) and has filed them in the appropriate files.

Partial Assignment of Oil, Gas and Mineral Leases, effective June 26, 2013 from BHP Billiton Petroleum Properties, LP, as assignor, to Natural Resources Southwest, LLC, as assignee. As filed for record in Reeves County, in document file 13-05341.

Please see attached "Exhibit A" for reference. Filing fees of \$50.00 were received in connection with the above assignment. Please feel free to contact me if you have any questions.

Best Regards,

Alberto Amesquita Mineral Leasing Energy Resources

Stephen F. Austin Building • 1700 North Congress Avenue • Austin, Texas 78701-1495
P.O. Box 12873 • Austin, Texas 78711-2873
512.463.5001 • 800.998.4GLO

Exhibit "A"

GLO ID

County

Lease

8867

Reeves

MF077534

Resolute



August 14, 2013

Commissioner of the Texas General Land Office P O Box 12873 Austin TX 78711-2873

RE: Documents for your Files

Gentlemen:

Enclosed please find certified copies of two Assignments of Oil, Gas and Mineral Lease, along with our check in the amount of \$50.00.

Should you have any questions concerning the enclosed document or the fee submitted, please feel free to contact the undersigned at either 303-573-4886 x1185, or by e-mail at EPettigrew@ResoluteEnergy.com.

Very truly yours,

RESOLUTE NATURAL RESOURCES COMPANY on behalf of Resolute Natural Resources Southwest, LLC

Erin Pettigrew

Land Records Administrator

/ep

enclosures

TXC0560

Resolute

RESOLUTE NATURAL RESOURCES 1675 Broadway

Suite 1950 Denver CO 80202

Check Number

1000068988

| | | | | | OHOOK HAIHD | |
|---------------------|------------|-------------|------------|--------|-------------|------------|
| Invoice # | Inv. Date | De | escription | Amount | Discount | Net Amount |
| 06076-080613-CHKREQ | 08/06/2013 | FILING FEES | | 50.00 | 0.00 | 50.00 |





NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

PARTIAL ASSIGNMENT OF OIL, GAS AND MINERAL LEASES

STATE OF TEXAS

§

KNOW ALL MEN BY THESE PRESENTS:

COUNTY OF REEVES §

THIS PARTIAL ASSIGNMENT OF OIL, GAS AND MINERAL LEASES ("Assignment") is made and entered into effective as of 7:00 a.m. Central Standard Time on June 26th, 2013 ("Effective Date"), by and between BHP Billiton Petroleum Properties (N.A.), LP, formerly known as Petrohawk Properties, LP, a Texas limited partnership whose address is 1360 Post Oak Blvd., Suite 150, Houston, Texas 77056-3030, hereinafter referred to as "Assignor," and Resolute Natural Resources Southwest, LLC, whose address is 1675 Broadway, Suite 1950, Denver, Colorado 80202, hereinafter called "Assignee."

NOW THEREFORE, for sufficient consideration, the receipt of which is hereby acknowledged, Assignor does by these presents BARGAIN, GRANT, SELL, TRANSFER, ASSIGN, CONVEY and DELIVER unto Assignee effective as of the Effective Date, the following (the "*Transferred Assets*"):

- (1) An undivided 326.4 net leasehold acre interest, more or less, out of Grantor's undivided 457.14 net leasehold acre interest, more or less, being equal to an undivided 71.40045% interest, more or less, (the intent being Grantor reserves an undivided 130.74 net leasehold acre interest, more or less, being equal to an undivided 28.59955% interest, more or less) in, to and under the oil, gas and/or mineral leases described in Exhibit A attached hereto and hereby made a part hereof (the "Leases"), only insofar as the Leases cover those rights to Section 15, Block C-21, A-5745, PSL Survey, Reeves County, Texas, together with an equal undivided right in and to all the property and rights incident to the Leases, all of the interests in this paragraph (1) being hereinafter referred to as the "Subject Interests";
- (2) an equal undivided right, title and interest in, to and under, or derived from:
 - i. all unitization, communitization and pooling agreements and orders covering the Subject Interests or any portion thereof and the units and pooled areas created thereby;
 - ii. all easements, rights of way, permits, licenses, servitudes or other interests appertaining to the Subject Interests;
 - all wells, equipment and other personal property, fixtures and improvements situated upon the Subject Interests or used or held for use in connection with the exploration, development or operation of the Subject Interests or the production, treatment, processing, storage or transportation of oil, gas and/or other liquid or gaseous hydrocarbons ("Hydrocarbons") from the Subject Interests;
 - iv. all Hydrocarbon sales, purchase and processing contracts and agreements, transportation and charter agreements, farmout or farmin agreements, joint operating agreements, utility agreements and all other contracts or agreements of whatever kind or character affecting or relating to the Subject Interests or any part hereof; and



- all inventories of Hydrocarbons and accounts receivable in connection with v. the sale of Hydrocarbons; and
- all existing leases files, land files, well files, abstracts, title opinions, curative vi. information, maps, electric logs, geological data, geophysical data (to the extent transferable under contract or licensing agreement) and all other records of every type and description, that relate to the Subject Interests.

Assignor hereby reserves, with respect to the Leases, an overriding royalty interest equal to the positive difference, if any, between existing burdens on production (inclusive of Lessor's royalty in the Leases and any other overriding royalty or other burdens on production), and twenty-five percent (25%) proportionately reduced. The overriding royalty interest reserved by Assignor shall be proportionately reduced to the working interest of Assignor in the Leases and proportionately reduced to the mineral interest covered by each Lease. The overriding royalty interest reserved by Assignor shall be free and clear of all costs and expenses of developing, operating and maintaining the Leases or the cost of treating, compressing, separating, transporting oil, gas, or other hydrocarbons produced, but shall bear its share of all taxes, both Federal and State, assessed against such overriding royalty interests. Any oil and/or gas produced from the Leases, or land pooled unitized or communitized therewith, used for operation on said Leases, or land pooled, unitized or communitized therewith, shall be deducted before the overriding royalty interest is calculated.

TO HAVE AND TO HOLD the Transferred Assets unto Assignee, its successors and assigns, forever. Assignor agrees to warrant and defend, all and singular, unto Assignee, the Transferred Assets, by, through and under Assignor but not otherwise. Notwithstanding any limitation in the foregoing, Assignee shall have full rights of substitution and subrogation in and to all warranties and covenants heretofore given by others to Assignor and/or its predecessors-intitle, with respect to the Transferred Assets or any part thereof.

So long as authorized by applicable law so to do, Assignor agrees to execute, acknowledge and deliver all and every such further acts, conveyances, transfer orders, division orders, notices, releases and acquittances and such other instruments as may be necessary or appropriate more fully to assure to Assignee or its successors or assigns, all of the properties, rights, titles, interests, estates, remedies, powers and privileges by this instrument granted, bargained, sold, conveyed, assigned, transferred, set over and delivered, or otherwise vested in Assignee or intended so to be. Without limiting the foregoing, Assignor agrees to execute any and all form assignments of individual federal or state oil and gas leases comprising any portion of the Subject Interests as may be required by federal or state law or regulation, any and all of such individual assignments to constitute, as to such individual leases, one and the same assignment as is made herein.

This Assignment may be executed in any number of counterparts, each of which shall be binding upon the Party or Parties so signing. The signature pages and the notarial acknowledgments of the counterparts may be combined with the original hereof and recorded as one instrument.

IN WITNESS WHEREOF, the parties have executed this assignment effective as of the Effective Date written above.

ASSIGNOR:

BHP BILLITON PETROLEUM PROPERTIES (N.A.), LP

formerly known as Petrohawk Properties, LP By: BHP Billiton Petroleum Properties (GP), LLC, its General Partner

By:

John W. Walsh Attorney-in-Fact

Tollewain

True and Correct copy of Original filed in Reeves County Clerks Office

ASSIGNEE:

RESOLUTE NATURAL RESOURCES SOUTHWEST, LLC

By:

Bill Alleman

Vice-President, Land

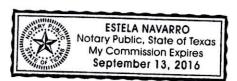
<u>ACKNOWLEDGMENT</u>

STATE OF TEXAS

§

COUNTY OF HARRIS

§ §



Notary Public, State of Texas

STATE OF COLORADO

8

COUNTY OF DENVER

§ §

This instrument was acknowledged before me on this the 23 day of TULY 2013, by Bill Alleman, Vice President of Land of RESOLUTE NATURAL RESOURCES SOUTHWEST, LLC.

Notary Public, State of Colorado

ERIN K PETTIGREW

NOTARY PUBLIC

STATE OF COLORADO

NOTARY ID 19904002951

MY COMMISSION EXPIRES 04/30/2015



EXHIBIT "A"

DESCRIPTION OF LEASES & LANDS

Attached to and made a part of that certain PARTIAL ASSIGNMENT OF OIL, GAS AND MINERAL LEASES, made effective June 26, 2013 by and between, BHP Billiton Petroleum Properties (N.A.), LP, formerly known as Petrohawk Properties, LP, as Assignor and Resolute Natural Resources Southwest, LLC, as Assignee, covering the following lands in Reeves County, Texas.

This Assignment only includes an undivided 326.4 net leasehold acre interest, more or less, out of Grantor's undivided 457.14 net leasehold acre interest, more or less, being equal to an undivided 71.40045% interest, more or less, (the intent being Grantor reserves an undivided 130.74 net leasehold acre interest, more or less, being equal to an undivided 28.59955% interest, more or less) in the following Oil and Gas Leases, INSOFAR AND ONLY INSOFAR as said leases cover lands located in Section 15, Block C-21, Abstract No. 5745, PSL Survey, Reeves County, Texas.

OIL AND GAS LEASE:

- (1) L. H. Meeker and Julian Wade Meeker as Trustees for the Lifetime Benefit of L. H. Meeker Under the Will of J. R. Meeker to Petrohawk Properties, LP, a Texas limited partnership, dated February 9, 2011, Notice of Oil, Gas, and Mineral Lease being recorded on May 19, 2011 in Volume 878 at Page 807, filed under Entry Number 2947, insofar as the Lease covers All of Section 15, Block C-21, A-5745, PSL Survey, Reeves County, Texas, LESS & EXCEPT 91.43 acres, more or less, described in Deed recorded in Vol. 88, Page 311, Reeves County, Texas, leaving 548.7 acres leased therein.
- (2) Windi Grimes, Sole Trustee of The AWP 1983 Trust to Petrohawk Properties, LP, a Texas limited partnership, dated February 9, 2011, Notice of Oil, Gas, and Mineral Lease being recorded on June 29, 2011 in Volume 886 at Page 506, filed under Entry Number 4196, insofar as the Lease covers All of Section 15, Block C-21, A-5745, PSL Survey, Reeves County, Texas, LESS & EXCEPT 91.43 acres, more or less, described in Deed recorded in Vol. 88, Page 311, Reeves County, Texas, leaving 548.7 acres leased therein.
- (3) Meeker Investments, Inc., Represented herein by Robert W. Debolt, President to Petrohawk Properties, LP, a Texas limited partnership, dated February 9, 2011, Notice of Oil, Gas, and Mineral Lease being recorded on June 29, 2011 in Volume 886 at Page 508, filed under Entry Number 4197, insofar as the Lease covers All of Section 15, Block C-21, A-5745, PSL Survey, Reeves County, Texas, LESS & EXCEPT 91.43 acres, more or less, described in Deed recorded in Vol. 88, Page 311, Reeves County, Texas, leaving 548.7 acres leased therein.



Inst No. 13-05341
DIANNE O. FLOREZ
COUNTY CLERK
2013 Jul 26 at 01:15 PM
REEVES COUNTY, TEXAS
By: AC Luron Calanch, Deputy

(H)

File No. Mf- C77534

Assignment #8867

BHP bill to to Northers Resources

Date Filed:

Jerry E. Patterson, Commissioner

By

| Partial | THE STATE OF TEXAS COUNTY OF RESIDES I, Diame O. Florez, Clerk of the County Court in an for said County and State do hereby certify that the foregoing is a true and correct copy of the State of the County Court in an State of the County Court in an filed for record in my office this I Diame O. Florez, Clerk of the County Court in an foregoing is a true and correct copy of filed for record in my office this I Diame O. Florez, Clerk of the County Court in an foregoing is a true and correct copy of filed for record in my office this | d of |
|---------|---|---------|
| | Records of Reeves County, Texas | at _ |
| | this 261 day of day of DIANNE O. FLOREZ, COUNTY CLERK REEVES COUNTY TEXAS | |



GENERAL LAND OFFICE

JERRY PATTERSON, COMMISSIONER

June 17, 2014

Natalie Holeman
Exploration Land Services, LLC
P.O. Box 52105
Lafayette, Louisiana 70505

RE: GLO Assignment ID # 8870, MF077534

Dear Ms. Holeman,

The General Land Office received the following instrument(s) and has filed them in the appropriate files.

Partial Assignment Of Oil, Gas and Mineral Leases, effective June 26, 2013 from BHP Billiton Petroleum Properties, LP, as assignor, to Resolute Natural Resources Southwest, LLC, as assignee. As filed for record in Reeves County, in document file number 13-05341

Please see attached "Exhibit A" for reference. Filing fees of \$50.00 were received in connection with the above assignment. Please feel free to contact me if you have any questions.

Best Regards,

Alberto Amesquita Mineral Leasing Energy Resources

Exhibit "A"

GLO ID

County

Lease

8870

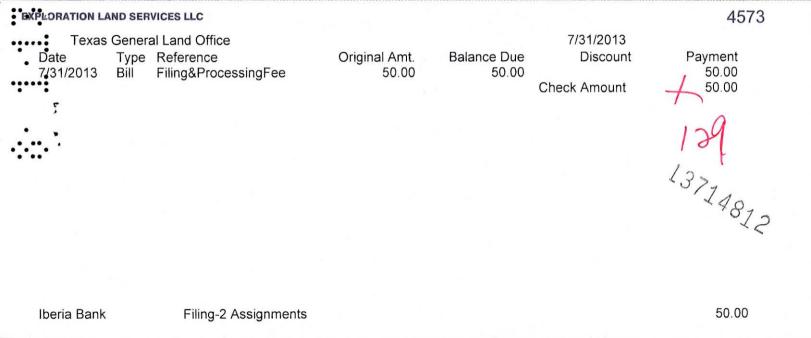
Reeves

MF077534

P.O. Box 52105 Lafayette, LA 70505-2105



P.O. Box 52105 Lafayette, LA 70505-2105



IBERIABANK 3714812

4573 84-7041/2652

EXPLORATION LAND SERVICES LLC

P.O. BOX 52105 LAFAYETTE, LA 70505

7/31/2013

PAY TO THE ORDER OF_ Texas General Land Office

**50.00

ORIZED SIGNATURE

Fifty and 00/100*

DOLLARS

Texas General Land Office 1700 Congress Avenue Stephen F. Austin Building RM847 Austin, TX 78701

МЕМО

Filing-2 Assignments

10045731

4573

EXPLORATION LAND SERVICES LLC

Date

Texas General Land Office

7/31/2013

Type Reference

Bill Filing&ProcessingFee Original Amt. 50.00 Balance Due 50.00 7/31/2013

Discount

Check Amount

Payment

50.00 50.00

13714812

Iberia Bank

Filing-2 Assignments

50.00

EXPLORATION LAND SERVICES, LLC

P O Box 52105 • Lafayette, Louisiana 70505-2105 • Phone: 337.234.3500 • Fax: 337.234.3525 • Email: contact@explorationland.com

July 31, 2013

Via FedEx

Mr. Drew Reid Texas General Land Office 1700 Congress Avenue Stephen F. Austin Building, RM 847 Austin, Texas 78701

Re:

Assignment of Oil, Gas and Mineral Leases

Reeves & Loving Counties, Texas

Dear Drew:

Enclosed herewith, please find certified copies of two (2) Assignments of Oil and Gas Leases, listed as follows:

| Assignment No. | Date | <u>Assignor</u> |
|----------------|-------------|-----------------------------------|
| HK-0079 | 06/26/2013 | Resolute Natural Resources |
| HK-0090 | 06/26/2013 | BHP Billiton Petroleum Properties |

Also enclosed, please find a check in the amount of \$50.00. This amount covers the filing fees for the two assignments @ \$25/per mineral file. HK-0079 assigns 1 mineral classified lease with Mineral File Number 110031. HK-0090 assigns 3 free royalty leases covering the same tract, which have not been assigned a Mineral File Number as of the date of this letter. This covers all required fees associated with the above listed assignments.

Please sign and return the copy of the check to me in the enclosed prepaid envelope.

I trust that you will not hesitate to call me with any questions that you may have concerning this matter.

Sincerely yours,

Natalie Holeman

encl.

13-05341
FILED FOR RECORD
REEVES COUNTY, TEXAS
Jul 26, 2013 at 01:15:00 PM

NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

PARTIAL ASSIGNMENT OF OIL, GAS AND MINERAL LEASES

HK-0090

STATE OF TEXAS

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KNOW ALL MEN BY THESE PRESENTS:

COUNTY OF REEVES

THIS PARTIAL ASSIGNMENT OF OIL, GAS AND MINERAL LEASES ("Assignment") is made and entered into effective as of 7:00 a.m. Central Standard Time on June 26th, 2013 ("Effective Date"), by and between BHP Billiton Petroleum Properties (N.A.), LP, formerly known as Petrohawk Properties, LP, a Texas limited partnership whose address is 1360 Post Oak Blvd., Suite 150, Houston, Texas 77056-3030, hereinafter referred to as "Assignor," and Resolute Natural Resources Southwest, LLC, whose address is 1675 Broadway, Suite 1950, Denver, Colorado 80202, hereinafter called "Assignee."

NOW THEREFORE, for sufficient consideration, the receipt of which is hereby acknowledged, Assignor does by these presents BARGAIN, GRANT, SELL, TRANSFER, ASSIGN, CONVEY and DELIVER unto Assignee effective as of the Effective Date, the following (the "*Transferred Assets*"):

- (1) An undivided 326.4 net leasehold acre interest, more or less, out of Grantor's undivided 457.14 net leasehold acre interest, more or less, being equal to an undivided 71.40045% interest, more or less, (the intent being Grantor reserves an undivided 130.74 net leasehold acre interest, more or less, being equal to an undivided 28.59955% interest, more or less) in, to and under the oil, gas and/or mineral leases described in Exhibit A attached hereto and hereby made a part hereof (the "Leases"), only insofar as the Leases cover those rights to Section 15, Block C-21, A-5745, PSL Survey, Reeves County, Texas, together with an equal undivided right in and to all the property and rights incident to the Leases, all of the interests in this paragraph (1) being hereinafter referred to as the "Subject Interests";
- (2) an equal undivided right, title and interest in, to and under, or derived from:
 - i. all unitization, communitization and pooling agreements and orders covering the Subject Interests or any portion thereof and the units and pooled areas created thereby;
 - ii. all easements, rights of way, permits, licenses, servitudes or other interests appertaining to the Subject Interests;
 - all wells, equipment and other personal property, fixtures and improvements situated upon the Subject Interests or used or held for use in connection with the exploration, development or operation of the Subject Interests or the production, treatment, processing, storage or transportation of oil, gas and/or other liquid or gaseous hydrocarbons ("Hydrocarbons") from the Subject Interests;
 - iv. all Hydrocarbon sales, purchase and processing contracts and agreements, transportation and charter agreements, farmout or farmin agreements, joint operating agreements, utility agreements and all other contracts or agreements of whatever kind or character affecting or relating to the Subject Interests or any part hereof; and



1

- v. all inventories of Hydrocarbons and accounts receivable in connection with the sale of Hydrocarbons; and
- vi. all existing leases files, land files, well files, abstracts, title opinions, curative information, maps, electric logs, geological data, geophysical data (to the extent transferable under contract or licensing agreement) and all other records of every type and description, that relate to the Subject Interests.

Assignor hereby reserves, with respect to the Leases, an overriding royalty interest equal to the positive difference, if any, between existing burdens on production (inclusive of Lessor's royalty in the Leases and any other overriding royalty or other burdens on production), and twenty-five percent (25%) proportionately reduced. The overriding royalty interest reserved by Assignor shall be proportionately reduced to the working interest of Assignor in the Leases and proportionately reduced to the mineral interest covered by each Lease. The overriding royalty interest reserved by Assignor shall be free and clear of all costs and expenses of developing, operating and maintaining the Leases or the cost of treating, compressing, separating, transporting oil, gas, or other hydrocarbons produced, but shall bear its share of all taxes, both Federal and State, assessed against such overriding royalty interests. Any oil *and/or* gas produced from the Leases, or land pooled unitized or communitized therewith, used for operation on said Leases, or land pooled, unitized or communitized therewith, shall be deducted before the overriding royalty interest is calculated.

TO HAVE AND TO HOLD the Transferred Assets unto Assignee, its successors and assigns, forever. Assignor agrees to warrant and defend, all and singular, unto Assignee, the Transferred Assets, by, through and under Assignor but not otherwise. Notwithstanding any limitation in the foregoing, Assignee shall have full rights of substitution and subrogation in and to all warranties and covenants heretofore given by others to Assignor and/or its predecessors-intitle, with respect to the Transferred Assets or any part thereof.

So long as authorized by applicable law so to do, Assignor agrees to execute, acknowledge and deliver all and every such further acts, conveyances, transfer orders, division orders, notices, releases and acquittances and such other instruments as may be necessary or appropriate more fully to assure to Assignee or its successors or assigns, all of the properties, rights, titles, interests, estates, remedies, powers and privileges by this instrument granted, bargained, sold, conveyed, assigned, transferred, set over and delivered, or otherwise vested in Assignee or intended so to be. Without limiting the foregoing, Assignor agrees to execute any and all form assignments of individual federal or state oil and gas leases comprising any portion of the Subject Interests as may be required by federal or state law or regulation, any and all of such individual assignments to constitute, as to such individual leases, one and the same assignment as is made herein.

This Assignment may be executed in any number of counterparts, each of which shall be binding upon the Party or Parties so signing. The signature pages and the notarial acknowledgments of the counterparts may be combined with the original hereof and recorded as one instrument.

IN WITNESS WHEREOF, the parties have executed this assignment effective as of the Effective Date written above.

ASSIGNOR:

BHP BILLITON PETROLEUM PROPERTIES (N.A.), LP

formerly known as Petrohawk Properties, LP By: BHP Billiton Petroleum Properties (GP), LLC, its General Partner

John

John W. Walsh Attorney-in-Fact

True and Correct copy of Original filed in Reeves County Clerks Office

ASSIGNEE:

RESOLUTE NATURAL RESOURCES SOUTHWEST, LLC

By:

Bill Alleman

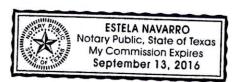
Vice-President, Land

ACKNOWLEDGMENT

STATE OF TEXAS

§ § § **COUNTY OF HARRIS**

This instrument was acknowledged before me on this the 18 day of 2 2013, by John W. Walsh, as Attorney-in-Fact of BHP Billiton Petroleum Properties (GP), LLC, general partner of BHP BILLITON PETROLEUM PROPERTIES (N.A.), LP, formerly known as Petrohawk Properties, LP, a Texas limited partnership, on behalf of said limited partnership.



Notary Public, State of Texas

STATE OF COLORADO

888

COUNTY OF DENVER

This instrument was acknowledged before me on this the 23 day of Tucy

2013, by Bill Alleman, Vice President of Land of RESOLUTE NATURAL RESOURCES SOUTHWEST, LLC.

Notary Public, State of Colorado

ERIN K PETTIGREW NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19904002951 MY COMMISSION EXPIRES 04/30/2015

True and Correct copy of Original filed in Reeves County Clerks Office

EXHIBIT "A"

DESCRIPTION OF LEASES & LANDS

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OIL AND GAS LEASE:

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Inst No. 13-05341
DIANNE O. FLOREZ
COUNTY CLERK
2013 Jul 26 at 01:15 PM
REEVES COUNTY, TEXAS
By: AC Julola, Calanch, Deputy

THE STATE OF TEXAS

COUNTY OF REEVES

I. Dianne O. Florez, Clerk of the County Court in and for said County and State do hereby certify that the foregoing is a true and correct copy of fied for record in my office this

State of the County and State do hereby certify that the foregoing is a true and correct copy of field for record in my office this

State of the County of the No. 13-053 41

Records of Records of Records County, Texas.

TO CERTIFY WHICH, Witness my hand and official scal at Pecos, Texas this 21th. day of 12th. 2013. By Aurea, Calandinopus. I. Dianne O. Florez, Clerk of the County Court in and certify that the foregoing is a true and correct copy of the County Court in and council copy of the County Court in Court in County Court in the County County Court in the County DIANNE O. FLOREZ, COUNTY CLERK REEVES COUNTY, TEXAS

| File No. MF | 1077574 new- #8870 |
|-------------|------------------------|
| | on to Resolute Natural |
| Date Filed: | 7-1.13 |
| Jerry E. P | atterson, Commissioner |
| Bv | \sim |