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44383

STIPULATION OF INTEREST AND CROSS ASSIGNMENT

COUNTY OF LEA §

STATE OF NEW MEXICO §

THIS STIPULATION OF INTEREST AND CROSS ASSIGNMENT, effective as of August 31, 2015, is entered into by and between the parties set forth on the Exhibit "A", attached hereto and made a part hereof, hereinafter referred to as "Owners".

WHEREAS, the State of New Mexico, as Lessor, issued an oil and gas lease Number V0-8725, dated April 1, 2010 to The Allar Company, as Lessee, covering the following-described lands ("Lease 1"):

**Township 21 South, Range 33 East, NMPM**  
**Section 20: N/2**  
**Lea County, NM, containing 320 acres, more or less;**

WHEREAS, The Allar Company and COG Operating LLC are the present owners of Lease 1, subject to overriding royalty interests owned by EG3, Inc. (as to The Allar Company) and Nestegg Energy (as to COG Operating LLC);

WHEREAS, the State of New Mexico, as Lessor, issued an oil and gas lease Number V0-8426, dated January 1, 2009 to Amtex Energy Inc., as Lessee, covering the following-described lands ("Lease 2"):

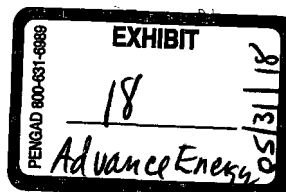
**Township 21 South, Range 33 East, NMPM**  
**Section 28: S/2**  
**Lea County, NM, containing 320 acres, more or less;**

WHEREAS, Chap Exploration, LLC is the present owner of Lease 2, subject to overriding royalty interests owned by Sally Meader Roberts and Doss N. Roberts, and Charis Royalty F, LP; and,

WHEREAS, the Owners desire to cross-assign their interests in Lease 1 and Lease 2, limited to certain depths, and maintain their respective overriding royalty interest burdens.

NOW THEREFORE, in consideration of the mutual covenants contained herein, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Owners do hereby stipulate, cross-assign, and cross-convey to one another the interests necessary to create the ownership of the leasehold estates arising from Lease 1 and Lease 2 as set forth on Exhibit "B" and Exhibit "C", attached hereto and made a part hereof.

The Owners acknowledge that the interests set forth herein shall not be subject to the doctrine of merger and shall remain as separate interests.



16098  
Conce 16095 thru 1698  
Advance Exhibit  
18

This Stipulation of Interest and Cross Assignment is binding upon the Owners hereto, their heirs, successors and assigns; however, it shall not be binding upon any party hereto unless and until all of the Owners have executed this instrument.

The Owners hereto agree to execute such further assurances as may be required for the full and complete enjoyment of the rights herein stipulated and granted.

This instrument is being executed in several original counterparts, all of which are identical. Every counterpart of this instrument shall be deemed to be an original for all purposes, and all such counterpart together shall constitute one and the same instrument. The Owners agree that COG Operating LLC may compile signature pages from each of the parties in order to file this instrument of record in the County Clerk's Office of Lea County, New Mexico.

**COG Operating LLC**

Mona D. Ables

By: Mona D. Ables  
Its: Vice President of Land

JAH  
MJA

**Concho Oil & Gas LLC**

Mona D. Ables

By: Mona D. Ables  
Its: Vice President of Land

JAH  
MJA

**Chap Exploration, LLC**

**The Allar Company**

\_\_\_\_\_  
By: William J. Savage  
Its: President

\_\_\_\_\_  
By: John Chiles Graham  
Its: President

**Charis Royalty F, LP**  
By: Charis Royalty GP, LLC,  
Its General Partner

**EG3 Inc.**

\_\_\_\_\_  
By: William J. Savage  
Its: President

\_\_\_\_\_  
By: John Chiles Graham  
Its: Vice President

**Nestegg Energy Corporation**

**Sally Meader Roberts**

\_\_\_\_\_  
By: Raye P. Miller  
Its: President

**Doss N. Roberts**

This Stipulation of Interest and Cross Assignment is binding upon the Owners hereto, their heirs, successors and assigns; however, it shall not be binding upon any party hereto unless and until all of the Owners have executed this instrument.

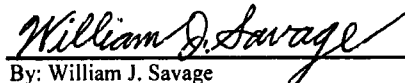
The Owners hereto agree to execute such further assurances as may be required for the full and complete enjoyment of the rights herein stipulated and granted.

This instrument is being executed in several original counterparts, all of which are identical. Every counterpart of this instrument shall be deemed to be an original for all purposes, and all such counterpart together shall constitute one and the same instrument. The Owners agree that COG Operating LLC may compile signature pages from each of the parties in order to file this instrument of record in the County Clerk's Office of Lea County, New Mexico.

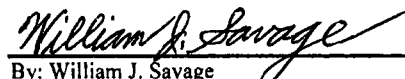
**COG Operating LLC**

By: Mona D. Ables  
Its: Vice President of Land

**Chap Exploration, LLC**

  
By: William J. Savage  
Its: President

**Charis Royalty F, LP**  
By: Charis Royalty GP, LLC,  
Its General Partner

  
By: William J. Savage  
Its: President

**Nestegg Energy Corporation**

By: Raye P. Miller  
Its: President

**Doss N. Roberts**



**Concho Oil & Gas LLC**

By: Mona D. Ables  
Its: Vice President of Land

**The Allar Company**

By: John Chiles Graham  
Its: President

**EG3 Inc.**

By: John Chiles Graham  
Its: Vice President

**Sally Meader Roberts**



This Stipulation of Interest and Cross Assignment is binding upon the Owners hereto, their heirs, successors and assigns; however, it shall not be binding upon any party hereto unless and until all of the Owners have executed this instrument.

The Owners hereto agree to execute such further assurances as may be required for the full and complete enjoyment of the rights herein stipulated and granted.

This instrument is being executed in several original counterparts, all of which are identical. Every counterpart of this instrument shall be deemed to be an original for all purposes, and all such counterpart together shall constitute one and the same instrument. The Owners agree that COG Operating LLC may compile signature pages from each of the parties in order to file this instrument of record in the County Clerk's Office of Lea County, New Mexico.

**COG Operating LLC**

By: Mona D. Ables  
Its: Vice President of Land

**Chap Exploration, LLC**

By: William J. Savage  
Its: President

**Charis Royalty F, LP**  
By: Charis Royalty GP, LLC,  
Its General Partner

By: William J. Savage  
Its: President

**Nestegg Energy Corporation**

By: Raye P. Miller  
Its: President

**Doss N. Roberts**

**Concho Oil & Gas LLC**

By: Mona D. Ables  
Its: Vice President of Land

**The Allar Company**

By: John Chiles Graham  
Its: President

**EG3 Inc.**

By: John Chiles Graham  
Its: Vice President

**Sally Meader Roberts**

This Stipulation of Interest and Cross Assignment is binding upon the Owners hereto, their heirs, successors and assigns; however, it shall not be binding upon any party hereto unless and until all of the Owners have executed this instrument.

The Owners hereto agree to execute such further assurances as may be required for the full and complete enjoyment of the rights herein stipulated and granted.

This instrument is being executed in several original counterparts, all of which are identical. Every counterpart of this instrument shall be deemed to be an original for all purposes, and all such counterpart together shall constitute one and the same instrument. The Owners agree that COG Operating LLC may compile signature pages from each of the parties in order to file this instrument of record in the County Clerk's Office of Lea County, New Mexico.

**COG Operating LLC**

By: Mona D. Ables  
Its: Vice President of Land

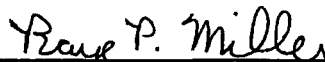
**Chap Exploration, LLC**

By: William J. Savage  
Its: President

**Charis Royalty F, LP**  
By: Charis Royalty GP, LLC,  
Its General Partner

By: William J. Savage  
Its: President

**Nestegg Energy Corporation**

  
By: Raye P. Miller  
Its: President

**Doss N. Roberts**

**Concho Oil & Gas LLC**

By: Mona D. Ables  
Its: Vice President of Land

**The Allar Company**

By: John Chiles Graham  
Its: President

**EG3 Inc.**

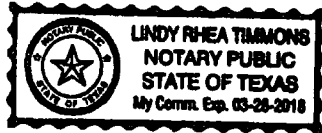
By: John Chiles Graham  
Its: Vice President

**Sally Meader Roberts**

**ACKNOWLEDGMENTS**

STATE OF TEXAS                   §  
   §  
COUNTY OF MIDLAND           §

This instrument was acknowledged before me this 24<sup>TH</sup> day of ~~SEPTEMBER~~  
2015, by Mona D. Ables, Vice President of Land, of Concho Oil & Gas LLC, a Delaware limited  
liability company, on behalf of said limited liability company.



  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF TEXAS                   §  
   §  
COUNTY OF MIDLAND           §

This instrument was acknowledged before me this 24<sup>TH</sup> day of ~~SEPTEMBER~~  
2015, by Mona D. Ables, Vice President of Land, of COG Operating LLC, a Delaware limited  
liability company, on behalf of said limited liability company.



  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF TEXAS                   §  
   §  
COUNTY OF MIDLAND           §

This instrument was acknowledged before me this \_\_\_\_\_ day of September,  
2015, by William J. Savage, President of Chap Exploration, LLC, a Texas limited liability  
company, on behalf of said limited liability company.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF TEXAS

**ACKNOWLEDGMENTS**

STATE OF TEXAS           §  
                                     §  
COUNTY OF MIDLAND   §

This instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 2015, by Mona D. Ables, Vice President of Land, of Concho Oil & Gas LLC, a Delaware limited liability company, on behalf of said limited liability company.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF TEXAS           §  
                                     §  
COUNTY OF MIDLAND   §

This instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 2015, by Mona D. Ables, Vice President of Land, of COG Operating LLC, a Delaware limited liability company, on behalf of said limited liability company.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF TEXAS           §  
                                     §  
COUNTY OF MIDLAND   §

This instrument was acknowledged before me this 16<sup>th</sup> day of September, 2015, by William J. Savage, President of Chap Exploration, LLC, a Texas limited liability company, on behalf of said limited liability company.



Karol Ann Eads  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF TEXAS                   §  
   §  
COUNTY OF MIDLAND           §

This instrument was acknowledged before me this 16<sup>th</sup> day of September, 2015, by William J. Savage, President of Charis Royalty GP, LLC, a Texas limited liability company, as General Partner of Charis Royalty F, LP, a Texas limited partnership, on behalf of said limited partnership.



Karol Ann Eads  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF TEXAS                   §  
   §  
COUNTY OF YOUNG             §

This instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 2015, by John Chiles Graham, President of The Allar Company, a Texas corporation, on behalf of said corporation.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF \_\_\_\_\_

STATE OF TEXAS                   §  
   §  
COUNTY OF YOUNG             §

This instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 2015, by John Chiles Graham, Vice President of EG3, Inc., a Texas corporation, on behalf of said corporation.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF \_\_\_\_\_



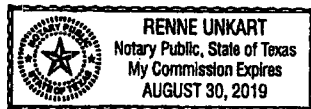
STATE OF TEXAS                   §  
  §  
COUNTY OF MIDLAND           §

This instrument was acknowledged before me this \_\_\_\_\_ day of September, 2015, by William J. Savage, President of Charis Royalty GP, LLC, a Texas limited liability company, as General Partner of Charis Royalty F, LP, a Texas limited partnership, on behalf of said limited partnership.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF TEXAS                   §  
  §  
COUNTY OF YOUNG             §

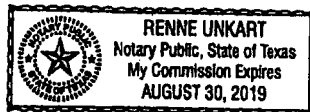
This instrument was acknowledged before me this 17<sup>th</sup> day of September, 2015, by John Chiles Graham, President of The Allar Company, a Texas corporation, on behalf of said corporation.



Renne Unkart  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF TEXAS                   §  
  §  
COUNTY OF YOUNG             §

This instrument was acknowledged before me this 17<sup>th</sup> day of September, 2015, by John Chiles Graham, Vice President of EG3, Inc., a Texas corporation, on behalf of said corporation.



Renne Unkart  
NOTARY PUBLIC-STATE OF TEXAS

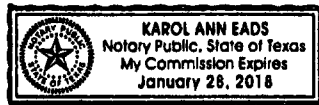
STATE OF NEW MEXICO       §  
   §  
COUNTY OF EDDY           §

This instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 2015, by Raye P. Miller, President of Nestegg Energy Corporation, a New Mexico corporation, on behalf of said corporation.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF NEW MEXICO

STATE OF Texas           §  
   §  
COUNTY OF Midland       §

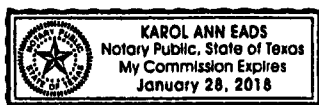
This instrument was acknowledged before me this 16<sup>th</sup> day of September, 2015, by Sally Meader Roberts.



Karol Ann Eads  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF Texas           §  
   §  
COUNTY OF Midland       §

This instrument was acknowledged before me this 16<sup>th</sup> day of September, 2015, by Doss N. Roberts.



Karol Ann Eads  
NOTARY PUBLIC-STATE OF TEXAS

STATE OF NEW MEXICO       §  
  §  
COUNTY OF EDDY           §

This instrument was acknowledged before me this 21<sup>st</sup> day of September, 2015, by Raye P. Miller, President of Nestegg Energy Corporation, a New Mexico corporation, on behalf of said corporation.

 OFFICIAL SEAL  
STEPHANIE GARDEA  
NOTARY PUBLIC-STATE OF NEW MEXICO  
My commission expires: 6/10/18

  
\_\_\_\_\_  
NOTARY PUBLIC-STATE OF NEW MEXICO

STATE OF \_\_\_\_\_ §  
  §  
COUNTY OF \_\_\_\_\_ §

This instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 2015, by Sally Meader Roberts.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF \_\_\_\_\_

STATE OF \_\_\_\_\_ §  
  §  
COUNTY OF \_\_\_\_\_ §

This instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 2015, by Doss N. Roberts.

\_\_\_\_\_  
NOTARY PUBLIC-STATE OF \_\_\_\_\_

**Exhibit "A"**

Attached to and made a part of that certain Stipulation of Interest and Cross Assignment dated effective August 31, 2015.

COG Operating LLC 600 W. Illinois Ave. Midland, Texas 79701	Concho Oil & Gas LLC 600 W. Illinois Ave. Midland, Texas 79701
Chap Exploration, LLC PO Box 3445 Midland, TX 79701	The Allar Company PO BOX 1567 Graham, TX 76450
Charis Royalty F, LP PO Box 93983 Southlake, TX 76092	EG3 Inc PO BOX 1567 Graham, TX 76450
Nestegg Energy Corporation 2308 Sierra Vista Road Artesia, NM 88210	Sally Meader Roberts 1806 Hughes St. Midland, TX 79705
Doss N. Roberts 1806 Hughes St. Midland, TX 79705	

**Exhibit "B"**

Attached to and made a part of that certain Stipulation of Interest and Cross Assignment dated effective August 31, 2015.

Ownership as to those lands covering the N/2 of Section 20, Township 21 South, Range 33 East, Lea County, New Mexico, being State of New Mexico Lease Number V0-8725, dated April 1, 2010 to The Allar Company, as Lessee.

1. As to depths described as from the surface of the earth to the top of the 1st Bone Spring Sand, being the stratigraphic interval from the surface of the earth to the top of the 1st Bone Spring Sand at 9,972', as specifically shown on that certain Schlumberger High Resolution Laterolog Array, Spectral Gamma Ray dated May 19, 2013, for the Crockett State Well No. 2H (API: 30-025-41080), the ownership is set forth as follows:

Owner Name	Interest Type	Interest
COG Operating LLC	Operating Rights	71.25000000%
Concho Oil & Gas LLC	Operating Rights	3.75000000%
The Allar Company	Operating Rights	25.00000000%
Nestegg Energy Corporation*	ORRI	0.375000%
EG3 Inc**	ORRI	0.5208333%
State of New Mexico	RI	16.66666667%

\*Burdens the COG Operating LLC and Concho Oil & Gas LLC interests only.

\*\*Burdens The Allar Company interest only.

2. As to depths described as the 1st Bone Spring Sand and 2nd Bone Spring Interval, being the stratigraphic interval from the top of the 1st Bone Spring Sand at 9,972' to the Base of the 2nd Bone Spring Sand at 11,338', as specifically shown on that certain Schlumberger High Resolution Laterolog Array, Spectral Gamma Ray dated May 19, 2013, for the Crockett State Well No. 2H (API: 30-025-41080) the ownership is set forth as follows:

Owner Name	Interest Type	Interest
Chap Exploration, LLC	Operating Rights	100.00000000%
Sally Meader Roberts and Doss N. Roberts	ORRI	2.00000000%
Charis Royalty F, LP	ORRI	2.00000000%
State of New Mexico	RI	16.66666667%

3. As to depths described as the 3rd Bone Spring Interval, being the stratigraphic interval from the base of the 2nd Bone Spring Sand at 11,338' to the Base of the 3rd Bone Spring Sand at 11,950', as specifically shown on that certain Schlumberger High Resolution Laterolog Array, Spectral Gamma Ray dated May 19, 2013, for the Crockett State Well No. 2H (API: 30-025-41080), the ownership is set forth as follows:

Owner Name	Interest Type	Interest
COG Operating LLC	Operating Rights	71.25000000%
Concho Oil & Gas LLC	Operating Rights	3.75000000%
The Allar Company	Operating Rights	25.00000000%
Nestegg Energy Corporation*	ORRI	0.375000%
EG3 Inc**	ORRI	0.5208333%
State of New Mexico	RI	16.66666667%

\*Burdens the COG Operating LLC and Concho Oil & Gas LLC interests only.

\*\*Burdens The Allar Company interest only.

4. As to depths described as below the 3rd Bone Spring Sand, being the stratigraphic interval from the base of the 3rd Bone Spring Sand at 11,950' and below, as specifically shown on that certain Schlumberger High Resolution Laterolog Array, Spectral Gamma Ray dated May 19, 2013, for the Crockett State Well No. 2H (API: 30-025-41080), the ownership is set forth as follows:

Owner Name	Interest Type	Interest
Chap Exploration, LLC	Operating Rights	100.00000000%
Sally Meader Roberts and Doss N. Roberts	ORRI	2.00000000%
Charis Royalty F, LP	ORRI	2.00000000%
State of New Mexico	RI	16.66666667%

**End of Exhibit "B"**

**Exhibit "C"**

Attached to and made a part of that certain Stipulation of Interest and Cross Assignment dated effective August 31, 2015.

Ownership as to those lands covering the S/2 of Section 28, Township 21 South, Range 33 East, Lea County, New Mexico, being State of New Mexico Lease Number V0-8426, dated January 1, 2009 to Amtex Energy, Inc., as Lessee:

1. As to depths described as from the surface of the earth to the top of the 1st Bone Spring Sand, being the stratigraphic interval from the surface of the earth to the top of the 1st Bone Spring Sand at 10,022', as specifically shown on that certain Schlumberger Array Induction Dual Laterolog, Micro-SFL, dated October, 18 1995, for the Abe No. 1 Well (API: 30-025-33061), the ownership is set forth as follows:

Owner Name	Interest Type	Interest
Chap Exploration, LLC	Operating Rights	100.00000000%
Sally Meader Roberts and Doss N. Roberts	ORRI	2.00000000%
Charis Royalty F, LP	ORRI	2.00000000%
State of New Mexico	RI	16.66666667%

2. As to depths described as from the top of the 1st Bone Spring Sand to the Base of the 3rd Bone Spring Sand, being the stratigraphic interval from the top of the 1st Bone Spring Sand at 10,022' to the Base of the 3rd Bone Spring Sand at 11,970', as specifically shown on that certain Schlumberger Array Induction Dual Laterolog, Micro-SFL, dated October, 18 1995, for the Abe No. 1 Well (API: 30-025-33061), the ownership is set forth as follows:

3.

Owner Name	Interest Type	Interest
COG Operating LLC	Operating Rights	71.25000000%
Concho Oil & Gas LLC	Operating Rights	3.75000000%
The Allar Company	Operating Rights	25.00000000%
Nestegg Energy Corporation*	ORRI	0.375000%
EG3 Inc**	ORRI	0.5208333%
State of New Mexico	RI	16.66666667%

\*Burdens the COG Operating LLC and Concho Oil & Gas LLC interests only.

\*\*Burdens The Allar Company interest only.

3. As to depths below the 3rd Bone Spring Sand, being the stratigraphic interval from the base of the 3rd Bone Spring Sand at 11,970' and below, as specifically shown on that certain Schlumberger Array Induction Dual Laterolog, Micro-SFL, dated October, 18 1995, for the Abe No. 1 Well (API: 30-025-33061), the ownership is set forth as follows:

Owner Name	Interest Type	Interest
Chap Exploration, LLC	Operating Rights	100.00000000%
Sally Meader Roberts and Doss N. Roberts	ORRI	2.00000000%
Charis Royalty F, LP	ORRI	2.00000000%
State of New Mexico	RI	16.66666667%

End of Exhibit "C"

44383

STATE OF NEW MEXICO  
COUNTY OF LEA  
FILED

JAN 15 2016

at 1:33 o'clock P M  
and recorded in Book \_\_\_\_\_  
Page \_\_\_\_\_  
Pat Chappelle, Lea County Clerk  
By [Signature] Deputy

