

EXHIBIT 'B'
SCHEDULE SHOWING THE PERCENTAGE AND KIND OF OWNERSHIP OF OIL AND GAS INTERESTS
IN ACCORDANCE WITH THE PARTICIPATION FORMULA FOR THE UNITIZED FORMATION OF THE
BURCH/KEELY UNIT AREA
EDDY COUNTY, NEW MEXICO

MARCH 13, 1993

TRACT NO. AND TRACT NAME	DESCRIPTION OF LAND	ACRES	SERIAL NO. AND EFFECTIVE DATE	BASIC ROYALTY OWNER AND PERCENTAGE	LESSEE OF RECORD	OVERRIDING ROYALTY OWNER AND PERCENTAGE	WORKING INTEREST OWNER AND PERCENTAGE	PARTICIPATION OF TRACT IN UNIT
1 Keely A	T17S-R29E, N.M.P.M. Sec. 13: NE/4 SE/4, S/2 S/2 Sec. 24: N/2 NW/4, SW/4 NW/4, NE/4, N/2 S/2	640.00	LC-028784-A (HBP)	U.S.A. (5%)	Phillips Oil Company (100.00%)	Wilbur John Acree Chester J. Acree and Jean Acree, Trustees of the Acree Family Trust u/i/a dated 9-30-88	Marbob Energy Corp Pitch Energy Corp J.R. Gray Trust Raye Miller J. T. Thompson	23.75% 23.75% 47.5 % 2.5 % 2.5 %
						- .000736500 ORRI		9.7227%
						Mrs. Buena Barker	- .005000000 ORRI	
						Hugh Ross Burch	- .000234000 ORRI	
						June Burch	- .000781000 ORRI	
						Childress Royalty Co.	- .001171900 ORRI	
						Robt. Christian Dexter	- .000263700 ORRI	
						Robt. F. Dexter	- .001171900 ORRI	
						Robt. E. Downer	- .000267900 ORRI	
						Barbara K. Frankenfield	- .000039100 ORRI	
						Higgins Trust Inc.	- .016875000 ORRI	
						Dorothy G. Kemper	- .001041700 ORRI	
						A.D. Kennedy & & Ruby Kennedy	- .003125000 ORRI	
						Rolla L. Long, Jr.	- .007500000 ORRI	
						Marshall & Winston, Inc.	- .015000000 ORRI	
						Jack W. McCaw	- .001041600 ORRI	
						Carol L. McCutcheon	- .000235000 ORRI	
						Leo Vernon Mock & Lucile Mock, Trustees of the Mock Family Trust, u/i/a dated 5-20-91	- .000669700 ORRI	
						Carol Jean D. Purcell	- .000263700 ORRI	
						Mrs. C.A. Russell	- .002500000 ORRI	
						Sabine Royalty Trust, NationsBank of Texas, N.A., Escrow Agent	- .005000000 ORRI	
						Albert Smith & Dorothy Smith	- .000050200 ORRI	
						Mary Ann Stokes	- .000050300 ORRI	
						Sandra Leigh Terry	- .000039100 ORRI	
						Susan Lynn Terry	- .000039100 ORRI	
						Dolores J. Thomas	- .001113300 ORRI	
						Margaret Louise Treat	- .000200900 ORRI	

BEFORE EXAMINER STOGNER
OIL CONSERVATION DIVISION
MARCH 2008 EXHIBIT NO. 2
LEASE NO. 10810

2	Burch AA	T17S-R30E, N.M.P.M. Sec. 18: Lot 4, SE/4 SW/4, S/2 SE/4 Sec. 19: Lots 12,3, NE/4, E/2 NW/4, NE/4 SW/4, N/2 SE/4	629.700	LC-028793-A (HBP)	U.S.A. (5%)	Phillips Petro. Corp. (100.00%)	First City Texas Houston, N.A. Trustees U/W Marguerite Smith Walker Trust 10038500 - .002500000 ORRI Charlene M. Ward, Testamentary Trustee under the Will of E.H.Ward, deceased for the benefit of Jennie Ward Vuksich - .001041700 ORRI Charlene M. Ward, Testamentary Trustee under the Will of E.H.Ward, deceased for the benefit of Stephen Sterling Ward - .001041700 ORRI Charlene M. Ward, Testamentary Trustee under the Will of E.H.Ward, deceased for the benefit of Sara Ward Sims - .001041600 ORRI Kurt A. Weber - .000050200 ORRI Virginia Weber - .000050200 ORRI Bettye B. White - .001041700 ORRI James T. Wyman and Frederick Winston, Trustees under the Will of Francisca S. Winston - .003750000 ORRI Raye Miller - .005000000 ORRI David G. Martin - .002500000 ORRI Aline Byer - .000006900 ORRI Marbob Energy Corp 23.75% Sidney Mounning - .000055600 ORRI Pitch Energy Corp 23.75% Mack Purcell - .000166600 ORRI J.R. Gray Trust 47.5 % Gary R. Purcell - .000027800 ORRI Raye P. Miller 2.5 % Thomas G. Purcell - .000027800 ORRI J.T. Thompson 2.5 % Helen Reed - .000166600 ORRI Hazel Turner - .000027800 ORRI Frank W. Addis - .000430600 ORRI Frank A. Addis - .000027800 ORRI Roy C. Andrews - .000027800 ORRI NationsBank of Texas, N.A., Independent Executor and Trustee U/W of Selma E. Trust #5188 - .002685300 ORRI Peggy F. Ashenbrenner - .000006900 ORRI Betty Jean Banks - .000013900 ORRI Braille Institute of America, Agency #631-00 - .002314700 ORRI Leona L. Bryant - .002500000 ORRI Maxine Cole - .000006900 ORRI Robin W. Crouse,Jr. - .002500000 ORRI Ronald K. Deford - .005000000 ORRI Mr. Edward Dressen,Jr. - .000300000 ORRI	12.6826%
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3A Burch BB T17S-R29E, N.M.P.M.
Sec. 23: NE/4, SW/4 784.52 LC-028784-B (HBP) U.S.A. (12.5-32%) Phillips Oil Company (100%)

Ingrid Dressen Powell, Trustee for the			
Betty Kyle Dressen Irrevocable			
Trust of 12/23/58	- .001900000	ORRI	
Vallory Sue Freeman	- .001250000	ORRI	
Higgins Trust Inc.	- .005000000	ORRI	
David B. Kyle	- .002500000	ORRI	
Clyde Le Force, Jr.	- .000013900	ORRI	
Max Le Force	- .000006900	ORRI	
Mrs. Walter Le Force	- .000013900	ORRI	
James R. LeForce	- .000006900	ORRI	
Rolla L. Long, Jr.	- .002500000	ORRI	
Judy Addis Mack	- .000430600	ORRI	
Marshall & Winston, Inc.	- .005000000	ORRI	
Wayne McCann	- .005000000	ORRI	
Richard Lee Mourning	- .000013900	ORRI	
Robt. Alan Mourning	- .000013900	ORRI	
Roger William Mourning	- .000013900	ORRI	
Ronald Eugene Mourning	- .000013900	ORRI	
Betty Jane Pettigrew	- .000006900	ORRI	
Mrs. Ingrid Powell	- .000300000	ORRI	
Robert R. Purcell	- .000055600	ORRI	
Frank H. Purcell Trust	- .000055600	ORRI	
Alice Rankin	- .000027800	ORRI	
B. F. Rose, III	- .001250000	ORRI	
First City Texas Houston, N.A. Trustee			
U/W Marguerite Smith	- .002500000	ORRI	
Walker Trust 10038500	- .010000000	ORRI	
W. G. Welter	- .010000000	ORRI	
United New Mexico Trust Company, Trustee			
for George H. & Lois M. Williams	- .005000000	ORRI	
Donald R. Wilson	- .000833300	ORRI	
James T. Wyman and Frederick Winston, Trustees under the Will of Francisca S. Winston	- .015000000	ORRI	
Raye Miller	- .005000000	ORRI	
David G. Martin	- .002500000	ORRI	
Raye Miller	- .005000000	ORRI	
David G. Martin	- .002500000	ORRI	
Marbob Energy Corp	23.75%		15.9549%
Pitch Energy Corp	23.75%		
J.R. Gray Trust	47.5 %		
Raye P. Miller	2.5 %		
J. T. Thompson	2.5 %		

3B	Keely B	<u>T17S-R30E, N.M.P.M.</u> Sec. 18: Lots 1,2 and 3, E/2 NW/4, NE/4 SW/4 Sec. 19: Lot 4, SE/4 SW/4 Sec. 30: Lots 1 & 2, E/2 NW/4	480.00	LC-028784-B (formerly LC-028793(b) (HBP)	U.S.A. (12.5-32%)	Phillips Oil Company (100%)	Raye Miller David G. Martin	- .00500000 ORRI - .00250000 ORRI	Marbob Energy Corp Pitch Energy Corp J.R. Gray Trust Raye P. Miller J. T. Thompson	23.75% 23.75% 47.5 % 2.5 % 2.5 %	14.4570%
		<u>T17S-R29E, N.M.P.M.</u> Sec. 24: S/2 SW/4 Sec. 25: N/2 NW/4 Sec. 26: E/2									
4	Burch C	<u>T17S-R29E, N.M.P.M.</u> Sec. 23: NW/4, SE/4	1,115.220	LC-028793-C (HBP)	U.S.A. (sliding Schedule D)	Phillips Pet. Corp. (100%)	Wilbur John Acree Chester J. Acree and Jean C. Acree, Trustees of the Acree Family Trust u/t/a 9-30-88 Wilma Connor Robert C. Dexter Robert F. Dexter Robert E. Downer Leo Vernon Mock & Lucile Mock, Trustees of the Mock Family Trust u/t/a dated 5/20/91 Carol Jean D. Purcell Albert Smith & Dorothy Smith Dorothy Smith Mary Ann Stokes Dolores J. Thomas Margaret Louise Treat Kurt A. Weber Virginia Weber Raye Miller David G. Martin	- .003273900 ORRI - .003273800 ORRI - .012500000 ORRI - .001171900 ORRI - .005208300 ORRI - .001190500 ORRI - .002976200 ORRI - .001171900 ORRI	Marbob Energy Corp Pitch Energy Corp J.R. Gray Trust Raye P. Miller J. T. Thompson	23.75% 23.75% 47.5 % 2.5 % 2.5 %	20.3547%
		<u>T17S-R30E, N.M.P.M.</u> Sec. 18: NE/4, N/2 SE/4 Sec. 19: S/2 SE/4 Sec. 30: Lots 3,4, E/2 SW/4, E/2									
5	Keely C	<u>T17S-R29E, N.M.P.M.</u> Sec. 12: SE/4 SE/4 Sec. 13: N/2, N/2 SW/4, NW/4 SE/4	1,440.00	LC-028784-C (HBP)	U.S.A. (Sliding Schedule D)	General American Oil Company (now Phillips Petro. Corporation) (100%)	Wilbur John Acree Chester J. Acree and Jean C. Acree, Trustees of the Acree Family Trust u/t/a dated 9-30-88	- .003273700 ORRI - .003273700 ORRI	Marbob Energy Corp Pitch Energy Corp J.R. Gray Trust Raye P. Miller	23.75% 23.75% 47.5 % 2.5 %	25.9897%

Sec. 24: S/2 SE/4
Sec. 25: E/2, S/2 NW/4,
SW/4
Sec. 26: W/2

6	Dexter	TT7S-R29E, N.M.P.M. Sec. 24: SE/4 NW/4	40.00	LC-054406 (HBP)	U.S.A. (12.5-33%)	General American Oil Company (now Phillips Petroleum Corporation (100%)	Raye Miller David G. Martin	- .005000000 ORRI - .025000000 ORRI	Marbob Energy Corp Pitch Energy Corp J.R. Gray Trust Raye P. Miller J. T. Thompson	23.75% 23.75% 47.5 % 2.5 % 2.5 %	.8384%
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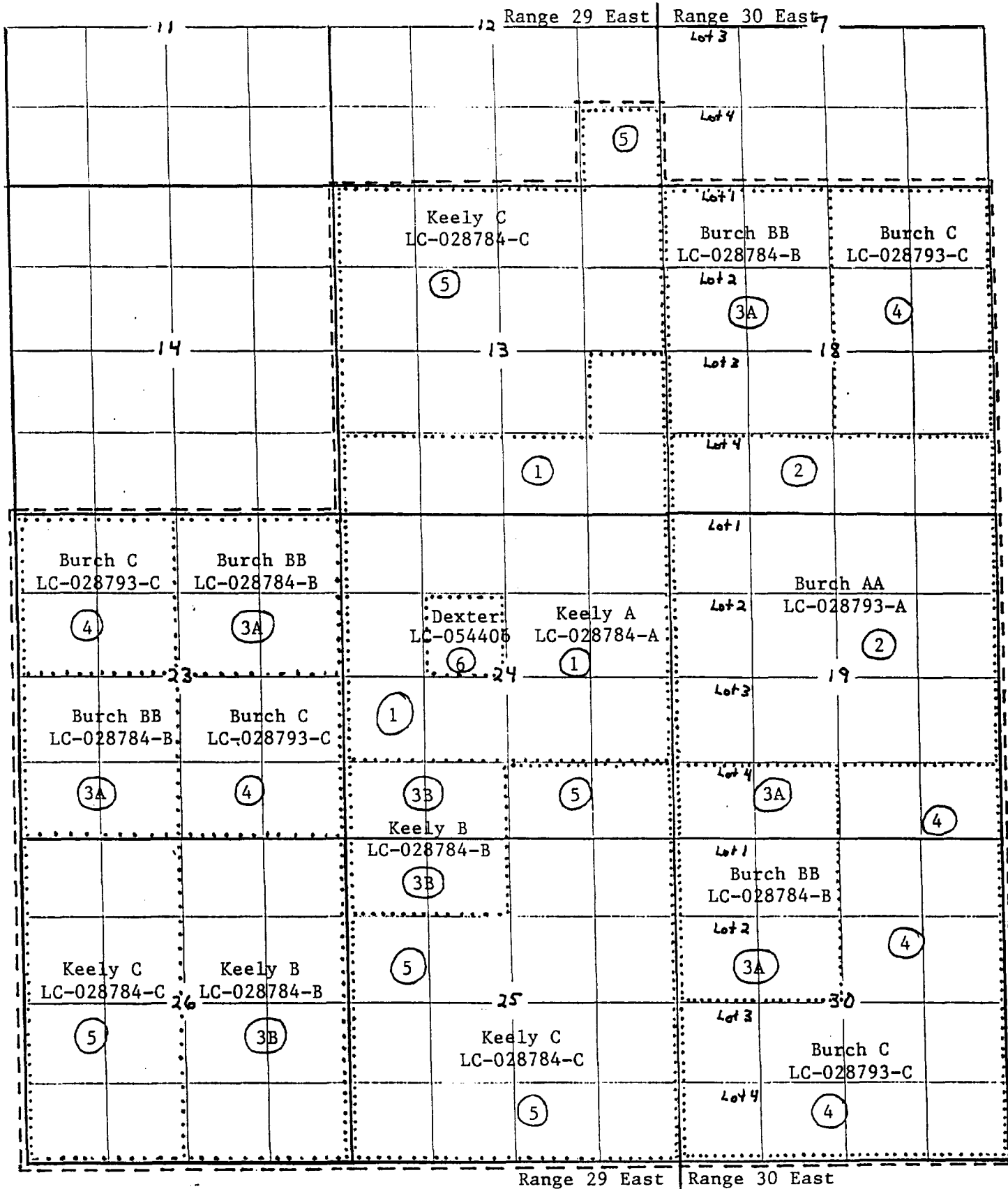
SUMMARY OF ACREAGE:

	ACRES	% OF UNIT
Federal	5,129.44	100%
State	-0-	-0-
Fee	-0-	-0-
	5,129.44	100%

Wilma Connor	- .012500000 ORRI	J.T. Thompson	2.5 %
Robt. Christian Dexter	- .001171900 ORRI		
Robt. F. Dexter	- .005208300 ORRI		
Robt. E. Downer	- .001190600 ORRI		
Leo Vernon Mock & Lucile Mock, Trustees of the Mock Family Trust, u/1/a dated 5-20-81	- .002976200 ORRI		
Carol Jean D. Purcell	- .001171900 ORRI		
Albert Smith & Dorothy Smith	- .000223200 ORRI		
Dorothy Smith	- .012500000 ORRI		
Mary Ann Stokes	- .000223200 ORRI		
Dolores J. Thomas	- .004948100 ORRI		
Margaret Louise Treat	- .000892800 ORRI		
Kurt A. Weber	- .000223200 ORRI		
Virginia Weber	- .000223200 ORRI		
Raye Miller	- .005000000 ORRI		
David G. Martin	- .002500000 ORRI		

EXHIBIT A

TOWNSHIP 17 South RANGE 29,30 East COUNTY Eddy STATE New Mexico



Legend

- Unit Boundary
- Tract Boundary
- 2- Section Number
- ⑨ Tract Number

BURCH-KEELY UNIT
TOTAL UNIT ACREAGE 5129.44

TRACT PARTICIPATION FACTORS
BURCH-KEELY UNIT, GRAYBURG JACKSON FIELD
EDDY COUNTY, NEW MEXICO

A		B		C		D		E		F		G		H	
CUMULATIVE OIL PRODUCTION AT 12/31/92		CONTINUED OPERATIONS FUTURE RESERVES		1992 PRODUCTION (12 MONTHS)		UNIT OPERATIONS FUTURE RESERVES		TRACT FUTURE RESERVES		TRACT FUTURE RESERVES		TRACT FUTURE RESERVES		TRACT FUTURE RESERVES	
STB*	TRACT FUTURE RESERVES	STB	TRACT FUTURE RESERVES	STB	TRACT FUTURE RESERVES	STB	TRACT FUTURE RESERVES	STB	TRACT FUTURE RESERVES	STB	TRACT FUTURE RESERVES	STB	TRACT FUTURE RESERVES	STB	TRACT FUTURE RESERVES
3,001,929	0.160037	85,763	0.057668	8,852	0.049707	773,999	0.133544								
3,104,923	0.165527	218,047	0.146618	27,311	0.153361	910,814	0.157150								
2,512,394	0.133939	503,813	0.338770	62,370	0.350230	1,169,648	0.201808								
155,580	0.008294	8,865	0.005961	1,135	0.006373	62,492	0.010762								
2,104,061	0.112170	104,660	0.070375	13,336	0.074887	532,850	0.091937								
2,540,262	0.135425	252,169	0.169562	29,783	0.167242	805,800	0.139031								
5,338,616	0.284608	313,863	0.211046	35,296	0.198200	1,540,235	0.265748								
18,757,765	1.000000	1,487,180	1.000000	178,083	1.000000	5,795,838	1.000000								

*Includes Grayburg Paddock production - now inactive.

		TRACT				PARTICIPATION		
	A/B x .50	+	C/D x .125	+	E/F x .125	+	G/H x .25	
	=====		=====		=====		=====	=====
2	Burch AA Federal		0.080018		0.006213		0.033386	0.126826
2	Burch BB Federal		0.082764		0.019170		0.039288	0.159549
3A	Burch C Federal		0.066970		0.042346		0.050452	0.203547
4	Dexter Federal		0.004147		0.000745		0.002695	0.008384
6	Keely A Federal		0.056085		0.008797		0.022984	0.097227
1	Keely B Federal		0.067712		0.021195		0.034758	0.144570
3B	Keely C Federal		0.142304		0.026381		0.066437	0.259897
5			=====		=====		=====	=====
	0.500000		0.125000		0.125000		0.250000	1.000000