

RATIFICATION REPORT

Beach Exploration, Inc.
West High Lonesome Penrose Sand Unit
Eddy County, New Mexico

ORRI & RI Owners Not Ratified to Date Indicated in Blue
WI Owners Not Ratified to Date Indicated in Red

Tract Number	WHLPSU - NRI	<u>Total</u>	1	2	3	4	5	6	7	8	9	10	11	12				
			Exxon Federal 'A'	Exxon Federal	Renee Federal	Big Mac Federal	Shiloh Federal #3	Shiloh Federal #4	Iles Federal	Federal 19	Coastal Federal	Ryan Federal	M&W Federal	Rosewood State				
WI	Amos, Aline H.													0.00037453				
ORRI	Atkins, Arthur C.	0.00016297					0.00012161	0.00004136										
ORRI	Atkins, Burton E. Estate	0.00016297					0.00012161	0.00004136										
ORRI	Atkins, George E. Jr.	0.00016297					0.00012161	0.00004136										
ORRI	Atkins, Rose Burton	0.00048891					0.00036483	0.00012408										
WI	Baldwin, Hazel Sims	0.01004103					0.00160596	0.00839626						0.00003881				
WI	Beach Exploration, Inc.	0.26340248					0.01033910	0.05666450	0.05575225	0.00767241	0.01699101	0.00444304	0.06474325	0.00909727	0.00204813	0.00528391	0.03033692	0.00003068
WI	Beach, William N., LTD	0.0312621					0.00497848	0.02602743									0.00012030	
ORRI	Bergstrom, Merlyne V.	0.00004556													0.00004556			
WI	Brock Oil & Gas Corp.	0.03194258													0.00013582			
WI	Broughton Petroleum Inc.	0.0064347													0.00064347			
ORRI	Brown, Cleo & Sue	0.00006695																
WI	Buchholz, Wm. & Phyllis	0.00320068					0.00051391	0.00268677										
ORRI	Calvart, Julie	0.00060472																
ORRI	Carmony, John R.	0.00235780																
ORRI	Chaparral Oil, Inc.	0.00092817																
ORRI	Chase Oil Corporation	0.02192837																
WI	Clark, Christopher K.	0.0022674																
ORRI	Davey, Margaret Irene	0.00356912					0.00055193	0.00301719										
ORRI	Devine, C. R.	0.0252027																
ORRI	Dutham, Beverly J.	0.00013669																
ORRI	Eckels, C. R. F.	0.0022782																
ORRI	Eckels Family Trust	0.0182253																
ORRI	Ellis, C. B. & Nancy B. Trust	0.0269463					0.00268194											
ORRI	Exxon Corporation	0.02136157					0.00459942	0.01676215										
ORRI	Featherstone Development Corp	0.00048891																
ORRI	Frankenfield, Barbara	0.00020157																
ORRI	Franklin, Robert	0.0014110																
ORRI	Gant, Cara Lynn	0.00102407																
ORRI	Gates, John W.	0.00099142					0.00015331	0.00083811										
WI	Gaynor, Arnold M.	0.01004103					0.00160596	0.00839626										
ORRI	Hammack, Elizabeth	0.00014110																
ORRI	Hanger, Paul	0.00016798																
WI	Herman, Fredrick Flint	0.00068023																
ORRI	Hillburn, Sam E.	0.00014110																
ORRI	Hinkle Investment Company	0.00048891																
ORRI	Hinkle, Madison M.	0.00017716																
ORRI	Hinkle, Rolla R. III	0.00017716																

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ORRI	Iles, Phyllis Estate	0.00083687			0.00013681	0.00004653	0.00102789							
ORRI	Iles, Robert	0.00041844			0.00006841	0.00002326	0.00051396							
ORRI	K & C Production Co. Inc.	0.00043873			0.00043873									
ORRI	Kirkpatrick, Mitchell Robert	0.00055193	0.00301719											
ORRI	Kirkpatrick, T. A.	0.00356912	0.00055193	0.00301719										
ORRI	Kirkpatrick, William H.	0.00356912	0.00055193	0.00301719										
WI	KNG America, Inc.	0.42239154	0.01895368	0.10387753	0.10220520	0.01406508	0.02711434	0.00731366	0.11868752	0.01667715	0.00375465	0.00968648		0.00005624
WI	Knox, Edward C.	0.00022674					0.00022674							
ORRI	Lanning, Sally	0.00016798					0.00016798							
ORRI	Lansford, Carlyn & E. Trece	0.00004783			0.00004783									
ORRI	Lemon, Fred Jr.	0.00651867			0.00167374		0.00054725	0.00018612	0.00411157					
WI	Malone, Rosabelle	0.00037453					0.000662641	0.00058497						0.00037453
WI	Marrs, Steve & Gail	0.00090011					0.00066949	0.00011699						
ORRI	Marshall & Winston Inc.	0.00341724					0.00013390	0.0000983						0.00341724
WI	Martinez, Louis M. Jr.	0.00022674					0.00022674							
ORRI	McClellan Oil Corporation	0.0721138												
ORRI	McClellan, Jack L. & Barbara	0.00078649												
ORRI	McClellan, Lisa	0.00014373												
ORRI	McClellan, Mark & Paula	0.00014373												
WI	McDonald, G. K.	0.01004103	0.00160596	0.00839626	0.00013390	0.0000983								0.00003881
ORRI	McGregor, Dan R.	0.0235780	0.00234670											0.00001110
ORRI	Morris, Alexandra	0.00007055												
ORRI	Morris, Robert E.	0.00007055												
ORRI	Nicholson, Pauline	0.0409620	0.00167374		0.00027362	0.00009306	0.00205578							
R	NM, State of	0.0026421												
WI	Norton, J Company	0.01245055	0.00199140	0.01041104										0.00026421
WI	Norton, S. Howard	0.0642616	0.00102782	0.00537351										0.00004812
ORRI	Nowood Oil Company	0.0782251			0.00583728	0.00198523								0.00002484
WI	Oliophant, Judith F.	0.0022674				0.00022674								
ORRI	Pior, Ben Estate	0.0016798					0.00016798							
ORRI	Richardson, Randolph M.	0.00167374			0.00167374	0.00013390	0.0000959							
ORRI	Roberts, Suzanne C. & Richard	0.00014349												
WI	Rose, Johnnie P. Estate Trust	0.00321308	0.00051391	0.00268676										0.00001242
WI	Rose, Judith L. Estate Trust	0.00321308	0.00051391	0.00268676										0.00001242
WI	S & M Oil Operations	0.01004103	0.00160596	0.00839626										0.00003881
ORRI	Schertz, Morris E.	0.00017716												
ORRI	Setterlund, Sam L.	0.00099142	0.00015331	0.00083811										
WI	Shelton, Mike L.	0.00113380												
WI	Sirmen, Samin I. Estate	0.00642616	0.00102782	0.00537351										0.00002484
ORRI	Slayton, Paul	0.00508234												

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	Total	1 Exxon	2 Federal 'A'	3 Federal	4 Big Mac Federal	5 Shiloh	6 Shiloh	7 Iles	8 Federal	9 Coastal	10 Ryan	11 M&W	12 Rosewood	13 Federal State
ORRI	Sower, Janet C.													0.0004556
WI	Suntex Resources Inc.	0.00037489					0.00037489							
ORRI	Taylor, Bill G.	0.00486889												0.00486889
WI	Taylor, Deloris & Virgil	0.00013390	0.00013390											0.00074906
ORRI	Taylor, Harvey R.	0.00074906												
ORRI	Terry, Sandra	0.00020157												0.00020157
ORRI	Terry, Susan	0.00020157												
ORRI	The Toles Company	0.00095641												
WI	Troublefield, Larry R. S/P	0.00074906												0.00074906
ORRI	Tucker, David G.	0.00167622	0.00167622											
ORRI	Tucker, Steven J.	0.00169207	0.00167622											0.000001585
RI	USA	0.03140979	0.00226905	0.01240399	0.00232091	0.00049137	0.00169281	0.00057572	0.00285069	0.00403145	0.00014438	0.00221455	0.00241485	
WI	Walker, Barbara	0.00042424		0.00042424										
WI	Wells, Norman E.	0.00022674						0.00022674						
WI	Whelan, Kevin	0.00022674						0.00022674						
ORRI	Whitaker, Fred	0.00048891						0.00036483	0.00012408					
ORRI	White, Paul G.	0.00391126						0.00291864	0.00099261					
ORRI	Williams, Annie L. Kirkpatrick	0.000356912	0.00055193	0.00301719										
ORRI	Williamson, Tena	0.00016798								0.00016798				

1.0000000 0.06132558 0.33524305 0.17853191 0.02339880 0.05837284 0.01985227 0.21928368 0.03225162 0.00687533 0.01771644 0.04556324 0.00158523

0.03167399 Unit RI

0.13159497 Unit ORRI

0.15763022 Total ORRI & RI Ratified = 96.5%

0.83673104 Total Unit Working Interest

0.78674701 Total WI Ratified = 94%

1.00000000