

Joe L. Tarver
2807 74th ST. Suite #1, Lubbock, TX 79423
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Oct. 11, 2005

Michael Stogner
VIA FAX - (505) 476 3462

RE: LEASE Numbers: LC 028755 A
LC 057798

WELLS: Russell - 5 - 6 - 7

Dear Michael,

Enclosed including this page are 10 pages.

4 = 1 Letter size
3 Legal size

- Lease description plat
- Bond information showing the LC 028755 (A) 80 Acres Russell
- Bond information showing the lease LC 057798 - 200 Acres Magruder
- 3160-3 Russell C 5
- Survey Russell C 5
- 3160-3 Russell C 6
- Survey Russell C 6
- 3160-3 Russell C 7
- Survey Russell C 7

Lease Assignments
to
JOE L. TARVER

Thanks for your Good Work,

[Signature]
Joe Tarver

ASSIGNMENT AND BILL OF SALE

STATE OF NEW MEXICO)

COUNTY OF EDDY)

KNOW ALL MEN BY THESE PRESENTS:

WHEREAS, CARL R. CRAGHEAD (herein referred to as "Assignor"), is the present owner of certain undivided interests in and to the oil, gas and mineral leases and leasehold estates described in Exhibit "A" attached hereto and made a part hereof for all purposes, reference being here made to said leases and to the record of same for all of the terms and covenants thereof; and

WHEREAS, Assignor now desires to assign to Assignees all of Assignor's interest in and to said leases.

NOW, THEREFORE, for and in consideration of the sum of TEN AND NO/100 DOLLARS (\$10.00) cash in hand paid and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the undersigned Assignor does hereby bargain, sell, transfer and assign unto JOE L. TARVER and wife, NOMA M. TARVER whose address is 3405 - 69th Drive, Lubbock, Texas, 79413 (herein referred to as "Assignee") all of Assignor's interest in and to the following:

- (1) the oil, gas and mineral leases and leasehold estates described in Exhibit "A" attached hereto, together with any and all overriding royalty interests, production payments or other interests in the production of oil, gas or other minerals in, under or that may be produced from the lands covered thereby ("Leases");
- (2) any presently existing and valid farmout agreements, pipeline agreements, gas contracts, transportation agreements, oil and condensate purchase agreements, division orders, pooling and unitization agreements, joint operating agreements and other contracts or agreements to the extent same cover and affect the herein described Leases ("Agreements");
- (3) all equipment, personal property, fixtures and improvements of any kind or character situated upon, appurtenant to and/or used or held for use in connection with the production, treatment, storage and/or transportation of oil, gas, casinghead gas or other liquid or vaporous hydrocarbons from the herein described leases ("Improvements"); and
- (4) to the extent assignable by Assignor, all easements, rights-of-way, surface leases, permits, licenses, water rights or contracts, and other interests or rights in land appurtenant to and/or used or held for use in connection with the operation of the herein described leases ("Easements").

TO HAVE AND TO HOLD unto said Assignees, their heirs, legal representatives, successors and assigns, and Assignor does hereby warrant title to the Leases hereby assigned and conveyed, subject to the terms and conditions hereinafter set forth, by, through and under Assignor, but not otherwise; however, with respect to the Agreements, Improvements, Easements and other interests or rights in land herein conveyed, this Assignment is made WITHOUT ANY WARRANTY OF TITLE, EXPRESSED OR IMPLIED, AND

RECEPTION
886536

Joe Tarver
3405 69th Dr
Lubbock TX 79413

WITHOUT ANY WARRANTIES OF MERCHANTABILITY OR FITNESS OR PURPOSES, EXPRESS OR IMPLIED. ALL PERSONAL PROPERTY, FIXTURES AND IMPROVEMENTS REFERRED TO ABOVE ARE TRANSFERRED AND ASSIGNED "AS IS".

This assignment is expressly made subject to (i) all of the terms, covenants, conditions, restrictions, limitations and provisions of the herein described leases and any means assignments thereof; (ii) all royalties, overriding royalties, net profits interest, payments out of production and other lease burdens of record as of the date of execution hereof; (iii) all contracts and agreements affecting the leases, improvements and easements herein assigned and conveyed; and (iv) all terms and conditions of any orders, rules, regulations, and ordinances of any federal, state or other governmental entity having jurisdiction.

This agreement shall inure to the benefit of and be binding upon the parties hereto, their respective heirs, legal representatives, successors and assigns.

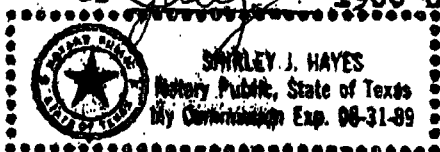
IN WITNESS WHEREOF, this Assignment and Bill of Sale is executed this 5th day of July, 1988, but effective as of May 1, 1988, at 7:00 a.m. MDT.

ASSIGNOR:

Carl R. Craghead
CARL R. CRAGHEAD

THE STATE OF Texas
COUNTY OF Taylor

This instrument was acknowledged before me on the 5 day of July, 1988 by CARL R. CRAGHEAD.



My Commission Expires:
August 31, 1989

Shirley J. Hayes
Notary Public, State of
Notary's printed name:
Shirley J. Hayes

EXHIBIT "A"

ATTACHED TO AND MADE A PART OF THAT CERTAIN ASSIGNMENT AND BILL OF SALE BETWEEN CARL R. CRAGHEAD AS ASSIGNOR AND JOE L. TARVER AND WIFE, NONA N. TARVER AS ASSIGNEES.

Lease No. 1 - State of New Mexico B-1483-21

Land: Lot 2 (NW/4 of NE/4), Section 2, T-18-S, R-27-E, Eddy County, New Mexico

Depth: From the surface to a depth of 1,430 feet.

Lease No. 2 - State of New Mexico 2029-45

Land: Lot 3 (NE/4 of NW/4), Section 2, T-18-S, R-27-E, Eddy County, New Mexico

Depth: From the surface to a depth of 1,430 feet.

Lease No. 3 - Federal Lease No. LC-028755A

Land: SW/4 of SE/4 and SE/4 of NW/4, Section 35, T-17-S, R-27-E, Eddy County, New Mexico

Depth: From the surface to a depth of 1,430 feet.

Lease No. 4 - Federal Lease No. LC-457798

Land: SW/4 of SW/4, NE/4 of SW/4, N/2 of SE/4 and SE/4 of SE/4, Section 35, T-17-S, R-27-E, Eddy County, New Mexico

Depth: From the surface to a depth of 3,000 feet in the SW/4 of SW/4, Section 35, T-17-S, R-27-E and from the surface to a depth of 1,430 feet as to all other acreage described.

STATE OF NEW MEXICO, County of Eddy, ss. I hereby certify that this instrument was filed for record on the 6 day of July, A. D. 19 88 at 2:55 o'clock P. M., and duly recorded in BOOK 25 PAGE 186 of the Eddy County Records.

RUTH A. KING, County Clerk

By [Signature] Deputy

TRANSACTION REPORT

P.01

OCT-11-2005 TUE 11:47 AM

FOR:

RECEIVE

DATE	START	SENDER	RX TIME	PAGES	TYPE	NOTE	M#	DP
OCT-11	11:45 AM		1' 46"	4	RECEIVE	OK		