

48927

ASSIGNMENT OF OIL & GAS LEASES

STATE OF NEW MEXICO )  
COUNTY OF LEA )

WHEREAS, EAGLE-K PRODUCTION CO., hereinafter called "Assignor," whose mailing address is P. O. Box 80451, Midland, TX 79708, is the present owner of certain oil and gas leasehold interests covering the following land in Lea County, New Mexico hereinafter referred to as "said land," to wit:

NE/4 SW/4, SE/4 of Section 20, T-23-S, R-37-E, NMPM Survey, as to all depths owned by virtue of each lease enumerated on the attached Exhibit "A"

containing 200 acres, more or less, held under the terms of the following Oil & Gas Lease(s), as recorded in the Public Records of Lea County, New Mexico:

SEE ATTACHED EXHIBIT "A"

hereinafter referred to as "said lease," covering the above described land.

NOW THEREFORE, for and in consideration of the premises and ten dollars (\$10.00) cash in hand paid, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Assignor does hereby transfer, assign and convey unto ARCH PETROLEUM INC., a Delaware Corporation, hereinafter called "Assignee," and whose mailing address is P.O. Box 10340, Midland, TX 79702, all right, title and interest owned by Assignor in and to the said land and said lease, subject to the contracts cited on EXHIBIT "A" attached hereto.

Assignor covenants with Assignee, its successor and assigns, that Assignor has not assigned or conveyed any interest in said leases since Assignor's acquisition of the same, and that the interests conveyed hereby are free and clear of all liens and encumbrances, and that Assignor has good right and authority to sell and convey the same; and that Assignor will warrant and defend title against the lawful claims and demands of all persons claiming by, through and under assignor, but not otherwise.

THIS assignment and conveyance is subject to any and all agreements affecting said lease and land, whether recorded or unrecorded.

IN WITNESS WHEREOF, this assignment is executed the 18<sup>th</sup> day of November, 2003, effective August 15, 2003.

EAGLE-K PRODUCTION CO.

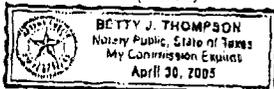
by: David G. Rose  
David G. Rose  
Sole Proprietor

by: Kay W. Rose  
Kay W. Rose

STATE OF TEXAS )  
COUNTY OF MIDLAND )

This instrument was acknowledged before me on November 18<sup>th</sup>, 2003, by David G. Rose, Sole Proprietor of Eagle-K Production Co., and Kay W. Rose, wife of David G. Rose.

(SEAL)



Betty J. Thompson  
Notary Public

EXHIBIT "A"

This Exhibit "A" is made a part hereof and attached hereto to that certain ASSIGNMENT OF OIL & GAS LEASES from Eagle-K Production Co. to ARCH PETROLEUM INC., dated effective August 15, 2003.

LEASES

<u>DATE</u>	<u>LESSOR</u>	<u>LESSEE</u>	<u>RECORDING DATA VOLUME/PAGE</u>
LB70.001 - July 20, 1954	Otis L. Jones et ux	Dalport Oil Corp.	119/278
LB70.002 - May 3, 1956	Sally Saunders Tale et al	Wm. E. Anthony	147/460
LB70.003 - May 3, 1956	Rose M. Fortier	Wm. E. Anthony	147/458
LB70.004 - July 11, 1956	Neil H. Willis et ux	Wm. E. Anthony	147/456
LB70.005 - May 3, 1956	Sol Kelly et ux	Wm. E. Anthony	147/454
LB70.006 - May 3, 1956	T.J. Horsley et ux	Wm. E. Anthony	147/452
LB70.007 - May 3, 1956	S. Morse Willis et ux	Wm. E. Anthony	147/444
LB70.008 - May 3, 1956	Woodlan F. Saunders et ux	Wm. E. Anthony	147/446
LB70.009 - May 3, 1956	Ronald K. DeFord et ux	Wm. E. Anthony	147/448
LB70.010 - May 19, 1956	Wanda Grace Jones et al	Wm. E. Anthony	147/436, 438
LB70.011 - May 3, 1956	Gordon Donald Gayle et ux	Wm. E. Anthony	147/450
LB70.012 - June 14, 1956	Cities Service Oil Company	Wm. E. Anthony	147/432
LB70.013 - February 18, 1957	Cities Service Oil Company	Resler and Sheldon	156/356
LB70.012 - June 28, 1957	Cities Service Oil Company	Resler and Sheldon	156/354: Amendment
LB70.014 - November 5, 1956	Amerada Petroleum Corporation	Resler and Sheldon	147/467
LB70.015 - January 15, 1958	Amerada Petroleum Corporation	Resler and Sheldon	131/355

CONTRACTS

- a) Farmout Agreement dated July 10, 1956 from Dalport Oil Corporation to Wm. E. Anthony.
- b) Agreement dated August 21, 1956 between Resler and Sheldon, Operator, and Eugene E. Nearburg et al.
- c) Operating Agreement dated August 29, 1956, as amended, between Resler and Sheldon, Operator, Peerless Oil & Gas Co., non-operator, recorded in Volume 116, Page 312, as amended.
- d) Operating Agreement dated June 14, 1957 between Resler and Sheldon, Operator and Amerada Petroleum Corporation, recorded in Lea County Miscellaneous Records Volume 123, Page 146.
- e) Declaration of Pooling dated February 7, 1958, Resler and Sheldon, Operator, as recorded in Lea County Miscellaneous Records Volume 131, Page 350.
- f) Term Assignment of Oil & Gas Leasehold Estate With Reservation of Overriding Royalty from Bonnie Resler Karlsrud et al to Eagle-K Production Co. as recorded in Lea County OPR Book 1263, Page 850.
- g) Term Assignment of Oil & Gas Leasehold Estate With Reservation of Overriding Royalty from Gretchen Nearburg to Eagle-K Production Co. as recorded in Lea County OPR Book 1263, Page 857.

48927

STATE OF NEW MEXICO  
COUNTY OF LEA  
FILED

DEC 11 2003  
By: [Signature] Clerk  
and recorded in Book  
Page  
Mexico Number [Signature] Clerk  
By: [Signature] Deputy

BOOK 1272 PAGE 9

