

ASSIGNMENT AND BILL OF SALE

STATE OF NEW MEXICO)
)
 COUNTY OF EDDY) KNOW ALL MEN BY THESE PRESENTS:

THAT, **MALLON OIL COMPANY**, a Colorado corporation, being a subsidiary of Mallon Resources Corporation, whose address is 999 18th Street, Suite 1700, Denver, Colorado, 80202 (hereinafter referred to as Assignor), for Ten and No/100 Dollars (\$10.00) and other good, valuable and sufficient consideration, paid to an intermediary as part of a tax-deferred exchange pursuant to Section 1031 of the Internal Revenue Code, does hereby GRANT, SELL, CONVEY, ASSIGN, TRANSFER, SET OVER and DELIVER unto **MAGNUM HUNTER PRODUCTION, INC.**, a Texas corporation and a wholly-owned subsidiary of Magnum Hunter Resources, Inc., whose address is Post Office Box 140907, Irving, Texas, 75039, (hereinafter referred to as Assignee), its successors and assigns, all of its undivided right, title, and interest in and to the following:

1. Oil and Gas Interests. All the undivided right, title, and interest of Assignor, now owned in the oil, gas, casinghead gas, mineral leases, mineral interests, and estates, regardless of the nature of such interests, whether known or unknown, including any escrowed or accrued funds which have not been paid to Assignor as of the closing date hereof, in and under or covering the properties described in Exhibit "A", and any extensions or renewals thereof, attached hereto insofar as such leases, interests, and estates cover the acreage specifically described in Exhibit "A", and all the undivided right, title, and interest of Assignor now owned in the oil, gas, casinghead gas, mineral leases, mineral interests, and estates in and under or covering the properties identified in Exhibit "A" attached hereto, insofar as such leases, interests, and estates cover the acreage specifically described in Exhibit "A" attached hereto, together with any interests and estates with which any of the aforementioned interests and estates of Assignor in the properties described in Exhibit "A" are now or may hereinafter be spaced, pooled or unitized, and all real property, including buildings and shop facilities and improvements located on the acreage specifically described in Exhibit "A" attached hereto used or useful in connection with the properties described in Exhibit "A". Further, Assignee will assume any production imbalance, regardless of when such imbalance occurred, and Assignor shall be credited with all oil in the tanks as of 7:00 a.m. of the effective date herein (all of the above hereinafter collectively referred to as "Oil and Gas Interests", whether one or more).
2. Equipment. All the undivided interest of Assignor in and to the wells, fixtures, facilities, pipelines and equipment attributable to the Oil and Gas Interests or used or useful in connection with the production, treatment, processing, gathering, sale, transportation or disposal of hydrocarbons, water or other substances produced therefrom including, but not limited to each wellbore, all surface production equipment, tank batteries, pumping units, gas gathering system(s), compressors, separators and scrubbers, salt water disposal system(s), pumps, and all tangible property of any kind associated with the completion and production operation of the Oil and Gas Interests, and all excess materials, supplies, spare parts and

Oil Conservation Division
 Case No. 3
 Exhibit No. 3

Attn Sherrie Gaughan Land Admin
 Magnum Hunter Resources Inc
 600 E Las Colinas Blvd #1100
 Irving TX 75039

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equipment, including, but not limited to pumps and pump parts, electric motors, transformers, tubular goods, pumping units, tanks and production equipment in use or in inventory for use with the Oil and Gas Interests (all of the above hereinafter collectively referred to as "Equipment").

3. Contractual Rights. All the undivided interest of Assignor in those agreements by which Assignor acquired its interest in the Oil and Gas Interests and the Equipment, and all the undivided interest of Assignor in and to any and all other agreements usually associated with and customarily relating to the exploration, production, transportation, processing, gathering, treating, sale and/or disposal of hydrocarbons, water or other substances from or attributable to the Oil and Gas Interests, including, without limitation, permits, easements, servitudes, rights of way, licenses, purchase orders, oil and casinghead gas sales contracts, contract rights, operating agreements, and pooling and unitization agreements, and any other contract relating to such acquired interests.
4. Like Kind Exchange Option. Buyer may elect to effect a like-kind exchange or a reverse like-kind exchange pursuant to Section 1031 of the Internal Revenue Code, the regulations and procedures promulgated thereunder, with respect to any or all of the property (a "Like-Kind Exchange"). In order to effect a Like-Kind Exchange, Seller shall reasonably cooperate and do all acts as may be reasonably required or requested by Buyer with regard to effecting the Like-Kind exchange, including, but not limited to, permitting Buyer to assign its rights under this agreement to a qualified intermediary or exchange accommodation titleholder of Buyer's choice in accordance with Treasury Regulation Section 1.1031(k)-1(g)(4); provided, however, that Seller shall incur no liability or expense in connection with such Like-Kind Exchange.
5. Other Agreements. This Assignment is subject to all agreements of record affecting the Lands and further is expressly made subject to the terms and conditions of that certain unrecorded Purchase and Sale Agreement dated August 7, 2001, by and between Mallon Resources Corporation, as Seller, and Magnum Hunter Production, Inc., as Buyer and any amendments thereto.

TO HAVE AND TO HOLD the Oil and Gas Interests, Equipment and Contractual Rights, together with the rights, titles, interests, estates, remedies, powers and privileges pertaining thereto, unto Assignee and its successors and assigns, together with all and singular the rights and appurtenances thereunto belonging unto Assignee, its successors and assigns, forever.

THIS ASSIGNMENT IS MADE WITHOUT ANY WARRANTY OR REPRESENTATION OF TITLE, EITHER EXPRESS, IMPLIED, STATUTORY OR OTHERWISE, AND WITHOUT ANY EXPRESS, IMPLIED STATUTORY OR OTHER WARRANTY OR REPRESENTATION

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AS TO THE CONDITION, QUANTITY, QUALITY, FITNESS FOR A PARTICULAR PURPOSE, FREEDOM FROM REDHIBITORY VICES OR DEFECTS, CONFORMITY TO MODELS OR SAMPLES OF MATERIALS OR MERCHANTABILITY OF ANY OF THE EQUIPMENT OR ITS FITNESS FOR ANY PURPOSE, AND WITHOUT ANY OTHER EXPRESS, IMPLIED, STATUTORY OR OTHER WARRANTY OR REPRESENTATION WHATSOEVER. ASSIGNEE SHALL HAVE INSPECTED OR WAIVED ITS RIGHT TO INSPECT THE PROPERTY FOR ALL PURPOSES AND SATISFIED ITSELF AS TO THE PHYSICAL AND ENVIRONMENTAL CONDITION, BOTH SURFACE AND SUBSURFACE, INCLUDING BUT NOT LIMITED TO, CONDITIONS SPECIFICALLY RELATED TO THE PRESENCE, RELEASE OR DISPOSAL OF HAZARDOUS SUBSTANCES, AND THE CONDITION OF ANY WELL CASING, TUBING OR DOWNHOLE EQUIPMENT. ASSIGNEE IS RELYING SOLELY UPON ITS OWN INSPECTION OF THE PROPERTY, AND ASSIGNEE SHALL ACCEPT ALL OF THE SAME IN ITS "AS IS, WHERE IS" CONDITION. IN ADDITION, ASSIGNOR MAKES NO WARRANTY OR REPRESENTATION, EXPRESS, IMPLIED, STATUTORY OR OTHERWISE, AS TO THE ACCURACY OR COMPLETENESS OF ANY DATA, REPORTS, RECORDS, PROJECTIONS, INFORMATION OR MATERIALS NOW, HERETOFORE OR HEREAFTER FURNISHED OR MADE AVAILABLE TO ASSIGNEE IN CONNECTION WITH THIS ASSIGNMENT AND BILL OF SALE INCLUDING, WITHOUT LIMITATION, ANY DESCRIPTION OF THE PROPERTY, PRICING, ASSUMPTIONS OR QUALITY OR QUANTITY OF HYDROCARBON RESERVES (IF ANY) ATTRIBUTABLE TO THE PROPERTY, OR THE ABILITY OR POTENTIAL OF THE PROPERTY TO PRODUCE HYDROCARBONS OR THE ENVIRONMENTAL CONDITION OF THE PROPERTY OR ANY OTHER MATTERS CONTAINED IN THE PROPRIETARY DATA OR ANY OTHER MATERIALS FURNISHED OR MADE AVAILABLE TO ASSIGNEE BY ASSIGNOR OR BY ASSIGNOR'S AGENTS OR REPRESENTATIVES. ANY AND ALL SUCH DATA, RECORDS, REPORTS, PROJECTIONS, INFORMATION AND OTHER MATERIALS FURNISHED BY ASSIGNOR OR OTHERWISE MADE AVAILABLE TO ASSIGNEE ARE PROVIDED TO ASSIGNEE AS A CONVENIENCE AND SHALL NOT CREATE OR GIVE RISE TO A LIABILITY OF OR AGAINST ASSIGNOR. ANY RELIANCE ON OR USE OF THE SAME SHALL BE AT ASSIGNEE'S SOLE RISK TO THE MAXIMUM EXTENT PERMITTED BY LAW.

This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

ASSIGNMENT AND BILL OF SALE
Eddy County, New Mexico
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EXECUTED THIS 14th day of September, 2001, but made effective as of the 1st day of July, 2001.

ASSIGNOR:
MALLON OIL COMPANY

By: Roy K. Ross
Roy K. Ross, Executive Vice President

ASSIGNEE:
MAGNUM HUNTER PRODUCTION, INC.

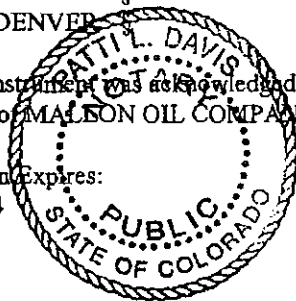
By: Richard R. Frazier
Richard R. Frazier, President

STATE OF COLORADO §
COUNTY OF DENVER §

ACKNOWLEDGEMENT

This instrument was acknowledged before me this 14th day of September, 2001, by Roy K. Ross, Executive Vice President of MALLON OIL COMPANY, a Colorado corporation.

My Commission Expires:
March 11, 2004



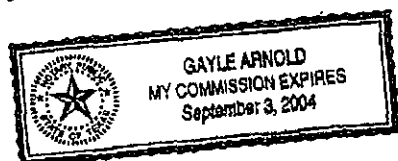
Patti L. Davis
Patti L. Davis, Notary Public

STATE OF TEXAS §
COUNTY OF DALLAS §

ACKNOWLEDGEMENT

This instrument was acknowledged before me this 14th day of September, 2001, by Richard R. Frazier, President of MAGNUM HUNTER PRODUCTION, INC., a Texas corporation.

My Commission Expires:
September 3, 2004



Gayle Arnold
Gayle Arnold, Notary Public

EXHIBIT "A"
SCHEDULE OF LEASES AND CONTRACTUAL INTERESTS

Attached to and made a part of that certain
Assignment and Bill of Sale dated September 14, 2001
(Eddy County, New Mexico)

| Lease Date | Lessee | Lessor | Lease Description | Recording Info Book | Page |
|---------------------|--|-----------------------|---|------------------------|------|
| 10/15/68 | State of New Mexico L-1514 | Pennzoil United, Inc. | <u>Township 20 South, Range 28 East, NMPM</u> Section 21: E/2SE/4, NW/4SW/4, N/2NE/4, SE/4SW/4, SW/4NE/4 | Not Recorded | |
| 4/12/71 | Marie T. Neal | D. L. Hannifin | <u>Township 21 South, Range 27 East, NMPM</u> Section 25: E/2NW/4 | 78 | 875 |
| 4/5/71 | Frank S. Jump, et al. | D. L. Hannifin | <u>Township 21 South, Range 27 East, NMPM</u> Section 25: E/2NW/4 | 78 | 873 |
| Effective 1/1/64 | USA NM 0473303-A United States of America | W. Hirshon | <u>Township 22 South, Range 27 East, NMPM</u> Section 03: Lots 1, 2, S/2SE/4 Section 10: N/2NE/4 | Not Recorded | |
| 12/15/65 | Gertrude A. Echols, et al. | E. S. Grear | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: NW/4NW/4SE/4, S/2NW/4SE/4, N/2S/2SE/4, E/2SE/4SW/4, SW/4SE/4SW/4, SW/4SW/4SW/4 | 165 | 121 |
| 8/9/67 | J. S. Gibson, et al. | David J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: NW/4NW/4SE/4, S/2NW/4SE/4, N/2S/2SE/4, E/2SE/4SW/4, SW/4SE/4SW/4, SW/4SW/4SW/4 | 56 | 374 |
| 8/14/68 | Mollie L. Thoele | David J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: NW/4SE/4SW/4, NE/4SW/4SW/4 | 63 | 498 |

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| Lease Date | Lessors | Lessee | Legal Description | Recording Book | Page |
|------------|---|-------------------|--|----------------|------|
| 8/14/68 | Herbert J. Cook | David J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: NW/4SE/4SW/4, NE/4SW/4SW/4 | 63 | 502 |
| 8/14/68 | Anna Muchenhausen | David J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: NW/4SE/4SW/4, NE/4SW/4SW/4 | 63 | 506 |
| 9/9/68 | William Cook | David J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: NW/4SE/4SW/4, NE/4SW/4SW/4 | 63 | 510 |
| 9/22/67 | Joe Gant, et ux. | David J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: SE/4SW/4SE/4 | 56 | 793 |
| 10/24/67 | Edwin P. Edwards, et ux. | David J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: NW/4SW/4SW/4 | 58 | 316 |
| 9/27/67 | C. C. Schachtsick, et al. | David J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: SW/4SE/4SE/4 | 58 | 451 |
| 7/1/58 | USA NM-040547 United States of America | C. J. Patterson | <u>Township 23 South, Range 26 East, NMPM</u> Section 01: NE/4SW/4, S/2SW/4 Section 12: E/2NE/4, NE/4SE/4 <u>Township 23 South, Range 27 East, NMPM</u> Section 06: Lots 6, 7, E/2SW/4 Section 07: Lots 1, 2, 3, NE/4SW/4 | Not Recorded | |

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|----------------------|---|-----------------------|--|----------------|------|
| 4/1/65 | Missouri-New Mexico Land Co. | Socony Mobil Oil Co. | <u>Township 23 South, Range 27 East, NMPM</u> Section 06: Lots 3, 4, 5, SE/4NW/4, SE/4 | 155 | 27 |
| 6/14/65 | Howard I. Everett and wife Acie R. Everett | E. S. Grear | <u>Township 23 South, Range 26 East, NMPM</u> Section 01: NW/4SW/4 and all that part of the NW/4 lying east of Highway 62 Section 02: All that part of the NE/4SE/4 lying east of Highway 62 | 158 | 8 |
| Effective 11/1/56 | USA NM-027994-D United States of America | George E. Conley | <u>Township 23 South, Range 26 East, NMPM</u> Section 12: NW/4, W/2NE/4 Section 13: NE/4, S/2, E/2NW/4 Section 24: SE/4, S/2SW/4 Section 25: NE/4 | Not Recorded | |
| Effective 8/1/63 | USA NM-041324S United States of America | James McTighe | <u>Township 24 South, Range 26 East, NMPM</u> Section 10: SE/4, SE/4SW/4 | Not Recorded | |
| 3/17/70 | State of New Mexico L-4325 | Pennzoil United, Inc. | <u>Township 24 South, Range 26 East, NMPM</u> Section 02: NE/4SW/4, NW/4SE/4 Section 03: NE/4SE/4 | Not Recorded | |
| 2/17/70 | State of New Mexico L-4241 | George A. Moberly | <u>Township 23 South, Range 26 East, NMPM</u> Section 34: NW/4NE/4 | Not Recorded | |
| 7/8/66 | Fitz-Hugh Marshall | Earl S. Grear | <u>Township 23 South, Range 26 East, NMPM</u> Section 01: Lots 1 & 2, S/2NE/4 | 168 | 240 |
| 6/11/70 | Warren T. Baczik, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> | 73 | 697 |

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| Lease Date | Lessee | Lesser | Section | Restoring Info Book | Page |
|------------|-------------------------|----------------|---|---------------------|------|
| | | | Section 25: A portion of the NW/4 (see lease for exact description) | | |
| 6/4/70 | Jewel Barnes, a widow | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 73 | 241 |
| 7/7/70 | Lee T. Scott, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 73 | 583 |
| 4/10/70 | G. R. Spencer, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 72 | 491 |
| 7/14/70 | E. J. Barton, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 73 | 699 |
| 7/9/70 | Elmer W. Rea, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 73 | 633 |
| 7/6/70 | E. W. Yarbrough, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: N/2SW/4NE/4NW/4 | 73 | 680 |

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| Lease Date | Lessee | Lessor | Legal Description | Recording Book | Page |
|------------|------------------------------|----------------|---|----------------|------|
| 7/9/70 | Annie R. Kemp, a widow | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 73 | 587 |
| 7/7/70 | W. T. Nelson, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 73 | 631 |
| 6/10/70 | Dwyatt B. Nesbit, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 73 | 371 |
| 6/10/70 | Thomas Daniel Lawson, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 73 | 695 |
| 6/11/70 | Thomas J. Ferguson, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 74 | 45 |
| 8/29/70 | Opal M. Gant, et vir. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 74 | 304 |
| 9/10/70 | Leslie Bartlett, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> Section 25: A portion of the NW/4 (see lease for exact description) | 75 | 999 |
| 5/26/70 | David A. Spencer, et ux. | D. J. Sorenson | <u>Township 22 South, Range 26 East, NMPM</u> | 73 | 856 |

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| Lease Date | Lessor | Lessee | Legal Description | Recording Info |
|----------------------|--|-----------------------|--|----------------|
| | | | | Book Page |
| | | | Section 25: A portion of the NW/4 (see lease for exact description) | |
| 8/20/68 | State of New Mexico L-1073 | Pennzoil United, Inc: | <u>Township 24 South, Range 26 East, NMPM</u> Section 02: Lot 1, SW/4NW/4, SE/4SE/4 SE/4SW/4 | Not Recorded |
| 8/19/69 | State of New Mexico L-3390 | D. J. Sorenson | <u>Township 23 South, Range 26 East, NMPM</u> Section 26: W/2NE/4, NE/4NW/4, SW/4NW/4, E/2SE/4 Section 27: NE/4 | Not Recorded |
| Effective 12/1/63 | USA NM-0454018 United States of America | A. J. Heiser | <u>Township 22 South, Range 27 East, NMPM</u> Section 03: S/2NE/4, N/2SE/4 Section 04: Lots 3, 4, S/2NW/4 Section 10: S/2NE/4 | 155 6 |
| 9/25/63 | USA NM-0441951 United States of America | J. H. Leib | <u>Township 24 South, Range 26 East, NMPM</u> Section 21: E/2 | Not Recorded |
| 11/29/63 | USA NM-0475051 United States of America | Mary F. Balsam | <u>Township 24 South, Range 26 East, NMPM</u> Section 22: NW/4, S/2 | Not Recorded |

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|-----------------------|--|-----------------------|---|----------------|
| 7/1/63 | USA NM-0402170 United States of America | Flora Hook | <u>Township 24 South, Range 26 East, NMPM</u> Section 14: SW/4 Section 15: E/2 Section 22: NE/4 | Not Recorded |
| 2/1/46 | USA LC-065421 United States of America | M. M. Bradley | <u>Township 24 South, Range 26 East, NMPM</u> Section 11: S/2 Section 14: N/2, SE/4 | Not Recorded |
| 9/1/48 | USA LC-064200 United States of America | T. O. Shappell | <u>Township 24 South, Range 26 East, NMPM</u> Section 10: N/2, N/2SW/4, SW/4SW/4 Section 11: N/2 Section 15: NW/4, N/2SW/4, SE/4SW/4 | Not Recorded |
| 12/1/63 (Extended) | USA NM-0475051 United States of America | Mary F. Balsam | <u>Township 24 South, Range 26 East, NMPM</u> Section 09: N/2, N/2S/2, SE/4SW/4, S/2SE/4 | Not Recorded |
| 8/20/68 | State of New Mexico L-1110 | Pennzoil United, Inc. | <u>Township 24 South, Range 26 East, NMPM</u> Section 16: NE/4NE/4, SW/4SW/4 | Not Recorded |
| 10/21/69 | State of New Mexico L-3652 | Pennzoil United, Inc. | <u>Township 24 South, Range 26 East, NMPM</u> Section 16: NW/4NE/4, NE/4SE/4 | Not Recorded |
| 11/17/64 | State of New Mexico K-4540 | Mrs. Corinne Grace | <u>Township 24 South, Range 26 East, NMPM</u> Section 16: S/2NE/4, NW/4, N/2SW/4, SE/4SW/4, W/2SE/4, SE/4SE/4 | Not Recorded |

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| <u>Lease Date</u> | <u>Lessee</u> | <u>Lessor</u> | <u>Legal Description</u> | <u>Recording Info</u> |
|-------------------|---|-----------------------|---|-----------------------|
| 6/1/77 | State of New Mexico LG-4215 | Leo D. Catanach | <u>Township 18 South, Range 28 East, NMPM</u> Section 35: E/2E/2 | Not Recorded |
| 1/1/77 | State of New Mexico LG-3968 | R. M. Young, Jr. | <u>Township 18 South, Range 29 East, NMPM</u> Section 18: E/2SW/4 | Not Recorded |
| 10/15/68 | State of New Mexico L-1513 | Pennzoil United, Inc. | <u>Township 19 South, Range 29 East, NMPM</u> Section 15: W/2SW/4 Section 16: NW/4SW/4 Section 18: NE/4NW/4 Section 20: E/2SW/4, NE/4SE/4 | Not Recorded |
| 5/1/77 | State of New Mexico LG-4171 | Leo D. Catanach | <u>Township 18 South, Range 29 East, NMPM</u> Section 36: NE/4SE/4 | Not Recorded |
| 12/1/59 | USA LC-062052 United States of America | Hudson & Hudson, Inc. | <u>Township 18 South, Range 31 East, NMPM</u> Section 03: Lots 1, 2, S/2NE/4, SW/4 | Not Recorded |
| 11/1/81 | USA LC-029388-D United States of America | Marathon Oil Company | <u>Township 18 South, Range 31 East, NMPM</u> Section 03: Lots 3, 4, S/2NW/4, SE/4 | Not Recorded |
| 11/1/60 | USA LC-029388-A United States of America | Hudson & Hudson, Inc. | <u>Township 18 South, Range 31 East, NMPM</u> Section 10: NE/4, SW/4 | Not Recorded |
| 9/1/80 | USA LC-029388-C United States of America | Marathon Oil Company | <u>Township 18 South, Range 31 East, NMPM</u> Section 10: NW/4, SE/4 | Not Recorded |

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|------------|----------------------------|-----------------------|--|---------------|------|
| 2/18/69 | State of New Mexico L-2473 | Pennzoil United, Inc. | <u>Township 19 South, Range 29 East, NMPM</u> Section 16: NW/4 | Not Recorded | |
| 8/10/46 | State of New Mexico E-950 | Repollo Oil Company | <u>Township 17 South, Range 29 East, NMPM</u> Section 19: Lot 3 | Not Recorded | |
| 4/22/65 | Howard P. Hemler, et ux. | E. S. Grear | <u>Township 23 South, Range 27 East, NMPM</u> Section 06: Lots 1, 2, S/2NE/4 | 156 | 212 |
| 2/1/71 | State of New Mexico L-5154 | Pennzoil United, Inc. | <u>Township 19 South, Range 24 East, NMPM</u> Section 20: SW/4NW/4, W/2SW/4 | Not Recorded | |
| 4/22/65 | J. H. Aschbacher, et ux. | E. S. Grear | <u>Township 23 South, Range 27 East, NMPM</u> Section 06: Lots 1, 2, S/2NE/4 | 156 | 210 |
| 6/17/69 | New Mexico L-3020 | Pennzoil United, Inc. | <u>Township 22 South, Range 25 East, NMPM</u> Section 16: S/2NE/4, NW/4NW/4 | Not Recorded | |
| 9/15/70 | New Mexico L-4894 | Pennzoil United, Inc. | <u>Township 22 South, Range 25 East, NMPM</u> Section 16: N/2NE/4, NE/4NW/4, NE/4SW/4, S/2SW/4, NE/4SE/4, SW/4SE/4 | Not Recorded | |
| 12/15/70 | New Mexico L-5081 | Pennzoil United, Inc. | <u>Township 22 South, Range 25 East, NMPM</u> Section 16: S/2NW/4, NW/4SW/4, NW/4SE/4, SE/4SE/4 | Not Recorded | |

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| Lease Date | Lessee | Lessor | Legal Description | Recording Info | Page |
|------------|---|------------------------|---|----------------|------|
| 2/25/76 | Gladys Shattuck, et al. | Pennzoil Company | Township 22 South, Range 25 East, NMPM Section 09: N/2SE/4 | 135 | 82 |
| 12/1/51 | USA NM-04082 United States of America | Victor B. Van Hook | Township 20 South, Range 31 East, NMPM Section 17: SE/4, E/2SW/4 Section 21: W/2, W/2E/2 | Not Recorded | |
| 2/1/80 | USA NM-38636 United States of America Department of the Interior Bureau of Land Management BRUSHY DRAW PROSPECT | Don Wright | Township 26 South, Range 29 East, NMPM Section 27: N/2NE/4, SE/4NE/4, NW/4, N/2S/2, SW/4SW/4 (excluding 38.08 acres lying within the Red Bluff Reservoir) Section 28: All (excluding 203.9 acres lying within the Red Bluff Reservoir) Section 29: N/2, N/2SE/4, SE/4SE/4 (depth limitations - see file) | 212 | 568 |
| 9/1/48 | USA LC-065347 | Chevron USA, Inc. | Township 24 South, Range 26 East, NMPM Section 21: W/2 | Not Recorded | |
| 7/1/58 | USA NM NM 91071 | C. J. Patterson | Township 23 South, Range 27 East, NMPM Section 7: Lots 1, 2, 3, NE/4SW/4 | Not Recorded | |
| 1/1/60 | USA NM 18033 | Wadi Petroleum, Inc. | Township 24 South, Range 26 East, NMPM Section 9: SW/4SW/4 Limited from the surface down to 100' below the stratigraphic equivalent of the total depth drilled in the Wadi 9 Federal No. 1 well | Not Recorded | |
| 6/18/68 | State of New Mexico L-953 | Bell Petroleum Company | Township 24 South, Range 26 East, NMPM | Not Recorded | |

EXHIBIT "A"
SCHEDULE OF LEASES AND CONTRACTUAL INTERESTS

Attached to and made a part of that certain
Assignment and Bill of Sale dated September 14, 2001
(Eddy County, New Mexico)

| Lease Date | Lessor | Lessee | Legal Description | Recording Info |
|------------|--------|--------|-------------------|----------------|
| | | | | Book Page |

Section 3: Lots 1, 2, S/2NE/4, W/2SE/4, SE/4SE/4

| | | | | |
|----------|---------------------------|--------------------------|---|--------------|
| 12/19/67 | State of New Mexico L-487 | Amoco Production Company | <u>Township 20 South, Range 28 East, NMPM</u> Section 21: SW/4 | Not Recorded |
|----------|---------------------------|--------------------------|---|--------------|

RIGHT-OF-WAY AND SURFACE USE AGREEMENTS:

| | | | | |
|--------------------------------------|-----------------|---|--|--------------|
| 3/14/88 Effective as of 4/1/88 | USA NM NM 71599 | Red Bluff Water Power Control District | <u>Township 26 South, Range 29 East, NMPM</u> Right of Way across 365.90 acres in Sections 27, 28, 33 and 34 (see right-of-way for complete description of lands covered) | Not recorded |
|--------------------------------------|-----------------|---|--|--------------|

| | | | | |
|---|-----------------|--------------------|---|--------------|
| 10/29/97 Effective as of 11/24/97 | USA NM NM 98337 | Mallon Oil Company | <u>Township 24 South, Range 26 East, NMPM</u> Right-of-Way across N/2SW/4 of Section 9 30 feet wide, 2213.7 feet long containing 1.525 acres, more or less | Not recorded |
|---|-----------------|--------------------|---|--------------|

| | | | | | |
|---------|-------------|--------------------|---|-----|-----|
| 9/17/96 | Eugene Hood | Mallon Oil Company | <u>Township 24 South, Range 26 East, NMPM</u> <u>Pipeline Easement across the Southerly 25</u> feet wide and 803 linear feet of that part of a tract of land in the NW/4SE/4 and NE/4SW/4 of Section 10 | 261 | 445 |
|---------|-------------|--------------------|---|-----|-----|

EXHIBIT "A"
SCHEDULE OF LEASES AND CONTRACTUAL INTERESTS

Attached to and made a part of that certain
Assignment and Bill of Sale dated September 14, 2001
(Eddy County, New Mexico)

| Lease Data | | | | Recording Info | |
|--------------------------------------|-----------------|---|--|----------------|------|
| Lease Date | Lease No. | Lessee | Lease Description | Book | Page |
| 3/14/88 Effective as of 4/1/88 | USA NM NM 62575 | Red Bluff Water Power Control District | <u>Township 26 South, Range 29 East, NMPM</u> Right of Way across 322.27 acres in Sections 17, 18, 19, 20 and 21 (see right-of-way for complete description of lands covered) | 17 | 755 |

ALSO MADE A PART OF THIS CONVEYANCE ARE ALL CONTRACTUAL INTERESTS, INCLUDING, BUT NOT LIMITED TO THE FOLLOWING:

That certain Operating Agreement dated September 15, 1988, by and between Santa Fe Energy Operating Partners, L.P., as Operator, and Pennzoil Company, et al., as Non-Operators, covering the following described lands:

Township 22 South, Range 27 East, NMPM

Section 11: W/2

From the surface to the stratigraphic equivalent of 10,145 feet as found in the Chase A 11 Federal Com No. 1 well located in the SE/4NW/4 of said Section 11, containing 320 acre, more or less, Eddy County, NM

That certain Operating Agreement dated September 1, 1978, by and between Continental Oil Company (predecessor in interest to Sidney Lanier), as Operator, and Exxon Corporation, et al., as Non-Operators, covering the S/2 of Section 19-17S-29E, Eddy County, New Mexico, containing 294.90 acres, including rights from below 3100' to the base of the Morrow formation.

That certain Operating Agreement dated December 15, 1978, as amended, between Amoco Production Company, as Operator, and Pennzoil Company, et al., as Non-Operators, initially covering All of Section 2-23S-28E, Eddy County, NM

EXHIBIT "A"
SCHEDULE OF LEASES AND CONTRACTUAL INTERESTS

Attached to and made a part of that certain
Assignment and Bill of Sale dated September 14, 2001
(Eddy County, New Mexico)

| Lease Date | Leasee | Legal Description | Recording Info Book Page |
|------------|--------|-------------------|-----------------------------|
|------------|--------|-------------------|-----------------------------|

CONTRACTUAL INTERESTS (Continued):

That certain Operating Agreement dated August 25, 1981, as amended, between Harvey E. Yates Company, as Operator, and Pennzoil Company, et al. as Non-Operators, entitled "Mesquite Working Interest Unit" covering depths between 5500 feet and 13116 feet as to the following described lands situated in Eddy County, NM, to-wit:

Township 17 South, Range 31 East, NMPM

Sections 34 and 35

Township 18 South, Range 31 East, NMPM

Sections 2 and 3

That certain Operating Agreement dated November 4, 1968, as amended, between Union Oil Company of California, as Operator, and Pennzoil United, Inc., et al., as Non-Operators, initially covering all of Sections 2, 3, 4, 10 and 11 and All of Section 9, less and except the SE/4SE/4 thereof, all in Township 22 South, Range 27 East, Eddy County, NM.

Undivided one-eighth of eight-eighths (1/8th of 8/8ths) overriding royalty interest acquired by virtue of that certain Royalty Assignment dated January 29, 1981, executed by Yates Petroleum Corporation and Yates Employees 80 LTD, as Assignors, in favor of Pennzoil Company, as Assignee and recorded in Book 194 at Page 711 of the Miscellaneous Records of Eddy County, New Mexico, covering and affecting the following described Oil and Gas Lease and Gas Lease and property covered thereby, to-wit:

Oil and Gas Lease dated February 1, 1971, from the State of New Mexico, as Lessor to Pennzoil United, as Lessee, bearing State of New Mexico Lease No. L-5154 insofar as said Lease covers and affects the following described lands:

Township 19 South, Range 24 East, NMPM

Section 20: SW/4NW/4, W/2SW/4

Eddy County, New Mexico

SCHEDULE OF LEASES AND CONTRACTUAL INTERESTS

Attached to and made a part of that certain
Assignment and Bill of Sale dated September 14, 2001
(Eddy County, New Mexico)

[illegible]

CONTRACTUAL INTERESTS (Continued):

That certain Operating Agreement dated November 4, 1968, as amended, between Union Oil Company of California, as Operator, and Pennzoil United, Inc., et al., as Non-Operators, covering the following described lands (as revised April 3, 1992):

Township 22 South, Range 27 East, NMPM

Section 3: All

Section 4: N/2

SE/4 below base of Morrow

Section 9: NE/4, S/2 NW/4, SW/4, N/2 SE/4, SW/4 SE/4

Section 10: N/2, and that portion of the SE/4 lying north and east of the Pecos River

Section 11: E/2 SW/4

EXHIBIT "A"

WELL LIST

Attached to and made a part of that certain
Assignment and Bill of Sale dated September 14, 2001
(Eddy County, New Mexico)

| STATE | WELL NAME | DIRECTION | DEPTH | DATE | TYPE | OWNER | ACQ. DATE | ACQ. PRICE | ACQ. TYPE | ACQ. METHOD | ACQ. DATE | ACQ. PRICE | ACQ. TYPE | ACQ. METHOD | ACQ. DATE | ACQ. PRICE | ACQ. TYPE | ACQ. METHOD |
|---|-------------------------------|-----------|-------|------|------|-------|-------------------|------------|------------|-------------|------------|------------|------------|-------------|-----------|------------|-----------|-------------|
| BIG EDDY | | | | | | | | | | | | | | | | | | |
| ACT | BIG EDDY UNIT NO. 12 | NWNW | 21 | 020S | 031E | EDDY | MALLON OIL CO. | 0.52073100 | 0.40984295 | 0.40571018 | | | | | | | | |
| BLACK RIVER / BLACK RIVER NORTH / BLACK RIVER WEST | | | | | | | | | | | | | | | | | | |
| SI | MALLON 10 FEDERAL NO. 1 | SWNW | 10 | 024S | 026E | EDDY | MALLON OIL CO. | 0.66718750 | 0.51681889 | 0.51681889 | | | | | | | | |
| LOC | MALLON 10 FEDERAL NO. 3 | NWNW | 10 | 024S | 026E | EDDY | MALLON OIL CO. | 0.66718750 | 0.51681889 | 0.51681889 | | | | | | | | |
| SI | MALLON 10 FEDERAL NO. 4 | NWNE | 10 | 024S | 026E | EDDY | MALLON OIL CO. | 0.72968750 | 0.56154999 | 0.56154999 | | | | | | | | |
| SI | MALLON 16 STATE NO. 1 | SENW | 16 | 024S | 026E | EDDY | MALLON OIL CO. | 1.00000000 | 0.81250000 | 0.81250000 | | | | | | | | |
| SI | WADI 15 FEDERAL NO. 1 | NENW | 15 | 024S | 026E | EDDY | MALLON OIL CO. | 0.33385250 | 0.26708200 | 0.26708200 | | | | | | | | |
| LOC | WADI 15 FEDERAL NO. 2 | NWNW | 15 | 024S | 026E | EDDY | MALLON OIL CO. | 0.33385250 | 0.26708200 | 0.26708200 | | | | | | | | |
| ACT | WADI 9 FEDERAL NO. 1 | NWSW | 9 | 024S | 026E | EDDY | MALLON OIL CO. | 0.64979235 | 0.48741019 | 0.48741019 | | | | | | | | |
| TA | WADI 9 FEDERAL NO. 2 | NESW | 9 | 024S | 026E | EDDY | MALLON OIL CO. | 0.87737570 | | | | | | | | | | |
| ACT | CARLSBAD STATE COMM. NO. 1 | NWNE | 34 | 023S | 026E | EDDY | NADEL & GUSSMAN | 0.96250000 | 0.05427685 | 0.05427685 | | | | | | | | |
| LOC | MALLON 10 FEDERAL NO. 2 | NESW | 10 | 024S | 026E | EDDY | MALLON OIL CO. | 0.56718750 | 0.51681889 | 0.51681889 | | | | | | | | |
| LOC | MALLON 21 FEDERAL NO. 1 | NWNW | 21 | 024S | 026E | EDDY | MALLON OIL CO. | | | | | | | | | | | |
| LOC | MALLON 21 FEDERAL NO. 2 | NENE | 21 | 024S | 026E | EDDY | MALLON OIL CO. | | | | | | | | | | | |
| LOC | MALLON 21 FEDERAL NO. 3 | NWSW | 21 | 024S | 026E | EDDY | MALLON OIL CO. | | | | | | | | | | | |
| BRUSHY DRAW | | | | | | | | | | | | | | | | | | |
| SWD | AMOCO FEDERAL NO. 01 (SWD) | NESE | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.74341100 | 0.50059700 | 0.50059700 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 03 | NWSE | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.71822500 | 0.52708340 | 0.49859230 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 04 | SENE | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.71822500 | 0.52708340 | 0.49859230 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 05 | NENE | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.71822500 | 0.52708340 | 0.49859230 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 06 | NWNE | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.71822500 | 0.52708340 | 0.49859230 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 07 | NENW | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.71822500 | 0.52708340 | 0.49859230 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 08 | SENW | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.71822500 | 0.52708340 | 0.49859230 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 09 | NESW | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.65572500 | 0.48129590 | 0.45527990 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 10 | SWNW | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.71197500 | 0.52250470 | 0.49426120 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 11 | NWNW | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.68072500 | 0.49961090 | 0.47260490 | | | | | | | | |
| ACT | AMOCO FEDERAL NO. 13 | NENE | 28 | 026S | 029E | EDDY | MALLON OIL CO. | 0.69332430 | 0.50884100 | 0.48133600 | 0.71197500 | 0.52487792 | 0.49650610 | | | | | |
| ACT | AMOCO FEDERAL NO. 14 | SWSE | 28 | 026S | 029E | EDDY | MALLON OIL CO. | 0.69454720 | 0.50973700 | 0.48218370 | 0.71197500 | 0.52487792 | 0.49650610 | | | | | |
| ACT | AMOCO RED BLUFF FEDERAL NO. 1 | NWSW | 27 | 026S | 029E | EDDY | MALLON OIL CO. | 0.69869210 | 0.54149600 | 0.51129370 | | | | | | | | |
| ACT | AMOCO RED BLUFF FEDERAL NO. 3 | NWNE | 28 | 026S | 029E | EDDY | MALLON OIL CO. | 0.41669300 | 0.30974500 | 0.29497210 | | | | | | | | |
| SI | MALLON PECOS RIV 28 FED NO. 1 | SENE | 28 | 026S | 029E | EDDY | MALLON OIL CO. | 1.00000000 | 0.71414000 | 0.71414000 | | | | | | | | |
| ACT | SKINK FEDERAL 28 NO. 1 | SWNW | 27 | 026S | 029E | EDDY | G P II ENERGY | 0.00000000 | 0.00104110 | 0.00104110 | 0.01301440 | 0.00911008 | 0.00911008 | | | | | |
| BURTON FLAT | | | | | | | | | | | | | | | | | | |
| ACT | STATE 21 COMM. NO. 1 | NWNE | 21 | 020S | 028E | EDDY | PETROLEUM RESERVE | 0.18750000 | 0.16283253 | 0.16283253 | | | | | | | | |
| ACT | STATE AC. COMM. NO. 1 | NWSE | 21 | 020S | 028E | EDDY | VISION ENERGY | 0.00000000 | 0.06203125 | 0.06203125 | 0.25000000 | 0.21710938 | 0.21710938 | | | | | |
| ACT | STATE LEASE NO. 1 | SWSW | 21 | 020S | 028E | EDDY | VISION ENERGY | 0.32573250 | 0.27864235 | 0.27864235 | 0.25000000 | 0.21710938 | 0.21710938 | | | | | |
| ACT | STATE LEASE NO. 2 | SWSE | 21 | 020S | 028E | EDDY | VISION ENERGY | 0.25000000 | 0.21710938 | 0.21710938 | | | | | | | | |
| CARLSBAD EAST / CARLSBAD SOUTH | | | | | | | | | | | | | | | | | | |
| ACT | CHASE 11 FEDERAL COMM. NO. 1 | SENW | 11 | 022S | 027E | EDDY | DEVON SFS OPR | 0.04272720 | 0.03710590 | 0.03710590 | | | | | | | | |
| ACT | TOOTHMAN GAS COMM. NO. 1 | NWSW | 25 | 021S | 027E | EDDY | DELTA PETROLEUM | 0.12500000 | 0.10467798 | 0.10467798 | | | | | | | | |
| ACT | BELL 3 STATE COMM. NO. 1 | SENE (E2) | 3 | 024S | 026E | EDDY | PTCO | 0.05637700 | 0.04896003 | 0.04896003 | | | | | | | | |
| ACT | BLACK RIVER 10 FED COM. NO. 1 | SWNW | 10 | 024S | 026E | EDDY | MALLON OIL CO. | 0.33593750 | 0.27085937 | 0.27085937 | | | | | | | | |
| ACT | CALVANI COM NO. 1 | NESW | 9 | 022S | 027E | EDDY | WILLOW CREEK | 0.14954500 | 0.12987061 | 0.12987061 | | | | | | | | |
| ACT | COLLATT ESTATE NO. 1-5 J | NWSE | 1 | 023S | 026E | EDDY | PERMIAN RESOURCES | 0.00000000 | 0.00000000 | 0.00000000 | 0.22704923 | 0.19717809 | 0.19717809 | | | | | |

EXHIBIT "A" **WELL LIST**

Attached to and made a part of that certain
Assignment and Bill of Sale dated September 14, 2001
(Eddy County, New Mexico)

| STATE | WELL NAME | DIRECTION | SECTION | TOWNSHIP | RANGE | COUNTY | OPERATOR | ACREAGE | DEED NO. | DEED DATE | DEED VALUE | DEED PRICE | DEED AREA | DEED PRICE | DEED AREA | DEED PRICE | DEED AREA | DEED PRICE |
|---------------------|---------------------------------|------------|---------|----------|-------|--------|------------------------|------------|------------|------------|------------|------------|------------|------------|-----------|------------|-----------|------------|
| ACT | ECHOLS 1 J | NWSE | 12 | 023S | 026E | EDDY | MALLON OIL CO. | 0.22508650 | 0.18146350 | 0.18146350 | | | | | | | | |
| ACT | ESPERANZA NO. 1 | SESE | 4 | 022S | 027E | EDDY | MANZANO OIL CORP | 0.00000000 | 0.13079800 | 0.13079800 | | | | | | | | |
| ACT | ESPERANZA NO. 2 | NWSE | 4 | 022S | 027E | EDDY | MANZANO OIL CORP | 0.00000000 | 0.00261595 | 0.00261595 | | | | | | | | |
| ACT | GO PO GO NO. 1 | SWNE | 25 | 022S | 026E | EDDY | MARBOB ENERGY | 0.00000000 | 0.05187599 | 0.05187599 | 0.23865800 | 0.20725941 | 0.20725941 | | | | | |
| ACT | GULF FEDERAL COM NO. 1 | NESW | 1 | 023S | 026E | EDDY | MALLON OIL CO. | 0.56219380 | 0.48868119 | 0.48868119 | | | | | | | | |
| ACT | GULF FEDERAL COM NO. 2 | NWSW | 6 | 023S | 027E | EDDY | MALLON OIL CO. | 0.78152250 | 0.68087842 | 0.68087842 | | | | | | | | |
| ACT | HUMBLE GRACE COM NO. 1 | NESE | 2 | 023S | 026E | EDDY | MARBOB ENERGY | 0.00000000 | 0.00717760 | 0.00717760 | | | | | | | | |
| ACT | JOELL NO. 1 | NENW | 6 | 023S | 027E | EDDY | CHAPARRAL OIL, LLC | 0.00000000 | 0.02241561 | 0.02241561 | | | | | | | | |
| ACT | MALLON BELL 3 STATE COMM. NO. 2 | NWSE | 3 | 024S | 026E | EDDY | MALLON OIL CO. | 0.47659422 | 0.36412210 | 0.36412210 | 0.57659500 | 0.43949200 | 0.43949200 | | | | | |
| ACT | MOBIL 12 FEDERAL 1 | NWNE | 12 | 023S | 026E | EDDY | MALLON OIL CO. | 0.58480300 | 0.49721180 | 0.49721180 | 0.58480300 | 0.50447928 | 0.50447928 | | | | | |
| ACT | MOBIL FEDERAL NO. 1 | SENW | 25 | 023S | 026E | EDDY | VERNON E. FAULCONER, I | 0.05989580 | 0.05015806 | 0.05015806 | | | | | | | | |
| SI | MOBIL LL NO. 1 (DUAL) | SESW | 13 | 023S | 026E | EDDY | PRIZE OPERATING | 0.35937500 | 0.27952671 | 0.27952671 | | | | | | | | |
| ACT | MOBIL MM COM NO. 1 | SENW | 13 | 023S | 026E | EDDY | PRIZE OPERATING | 0.26953100 | 0.22571137 | 0.22571137 | | | | | | | | |
| ACT | MOBIL RR UNIT | SESW | 24 | 023S | 026E | EDDY | PRIZE OPERATING | 0.12052140 | 0.09820656 | 0.09820656 | 0.10781200 | 0.08857454 | 0.08857454 | | | | | |
| SI | O'NEILL B COMM. NO. 1 | NWSE | 10 | 024S | 026E | EDDY | MALLON OIL CO. | 0.58444940 | 0.47306375 | 0.47306375 | | | | | | | | |
| ACT | O'NEILL FEDERAL NO. 1 (REC) | NWSW | 11 | 024S | 026E | EDDY | MALLON OIL CO. | 0.85937500 | 0.62863285 | 0.62863285 | 0.85937500 | 0.63040519 | 0.63040519 | | | | | |
| SWD | PENNZOIL 10 FEDERAL NO. 2 (SWD) | NWSW | 10 | 024S | 026E | EDDY | MALLON OIL CO. | 0.95957020 | | | | | | | | | | |
| ACT | SOUTH CARLSBAD 4 GAS COM NO. 1 | SWNE | 27 | 023S | 026E | EDDY | NEWFIELD EXPL. | 0.12500000 | 0.10855469 | 0.10855469 | | | | | | | | |
| ACT | STATE COM EU NO. 1 | NWSE | 26 | 023S | 026E | EDDY | NEWFIELD EXPL. | 0.00000000 | 0.01550781 | 0.01550781 | 0.05000000 | 0.04342188 | 0.04342188 | | | | | |
| DRLG | STATE COM EU NO. 2 | SW | 26 | 023S | 026E | EDDY | NEWFIELD EXPL. | 0.05000000 | 0.04342188 | 0.04342188 | | | | | | | | |
| ACT | STEPHENS A COM NO. 1 | SESW | 7 | 023S | 027E | EDDY | PERMIAN RESOURCES | 0.11265750 | 0.09782890 | 0.09782890 | | | | | | | | |
| ACT | STEPHENS COM NO. 1 | SENW | 7 | 023S | 027E | EDDY | PERMIAN RESOURCES | 0.11207660 | 0.09733158 | 0.09733158 | | | | | | | | |
| ESPERANZA | | | | | | | | | | | | | | | | | | |
| ACT | FEDERAL AJ COMM. NO. 1 | SWNE | 10 | 022S | 027E | EDDY | MATADOR OPERATING | 0.17090880 | 0.09802311 | 0.09802311 | 0.17090880 | 0.10407127 | 0.10407127 | | | | | |
| ACT | PENNZOIL FEDERAL NO. 2 | NWNE | 10 | 022S | 027E | EDDY | MATADOR OPERATING | 0.17090880 | 0.09802317 | 0.09802317 | 0.17090880 | 0.11818343 | 0.11818343 | | | | | |
| ACT | TRACY NO. 1 | NENW | 10 | 022S | 027E | EDDY | MATADOR OPERATING | 0.17090880 | 0.14842341 | 0.14842341 | | | | | | | | |
| ACT | WERSSELL FEDERAL NO. 1 | NENW | 4 | 022S | 027E | EDDY | MATADOR OPERATING | 0.17090880 | 0.09802327 | 0.09802327 | 0.17090880 | 0.10407127 | 0.10407127 | | | | | |
| DRLG | ESPERANZA FEE NO. 1 | CSESW | 3 | 022S | 027E | EDDY | DEVON ENERGY | 0.00000000 | 0.00000000 | 0.00000000 | 0.03204340 | | | | | | | |
| PARKWAY WEST | | | | | | | | | | | | | | | | | | |
| NO BPO | MAGNUM STATE "16" NO. 2 | NE | 16 | 019S | 029E | EDDY | MAGNUM HUNTER/GRUY | 0.00000000 | 0.00000000 | 0.00000000 | 0.07812500 | 0.06615040 | 0.06615040 | | | | | |
| P&A | PARKWAY WEST UNIT NO. 01 | NENW | 28 | 019S | 029E | EDDY | OCEAN ENERGY | 0.00000000 | 0.00000000 | 0.00000000 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| ACT | PARKWAY WEST UNIT NO. 02 | SWNE | 29 | 019S | 029E | EDDY | OCEAN ENERGY | 0.01562500 | 0.01356934 | 0.01356934 | | | | | | | | |
| DUAL | PARKWAY WEST UNIT NO. 03 | NESW | 29 | 019S | 029E | EDDY | OCEAN ENERGY | 0.00000000 | 0.00000000 | 0.00000000 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| ACT | PARKWAY WEST UNIT NO. 05 | SESW | 20 | 019S | 029E | EDDY | OCEAN ENERGY | 0.01788081 | 0.01551907 | 0.01551907 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| ACT | PARKWAY WEST UNIT NO. 06 | SWSE | 21 | 019S | 029E | EDDY | OCEAN ENERGY | 0.01578274 | 0.01369537 | 0.01369537 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| ACT | PARKWAY WEST UNIT NO. 07 | NENW | 22 | 019S | 029E | EDDY | OCEAN ENERGY | 0.01562500 | 0.01356934 | 0.01356934 | | | | | | | | |
| ACT | PARKWAY WEST UNIT NO. 08 | NESW | 22 | 019S | 029E | EDDY | OCEAN ENERGY | 0.00000000 | 0.00000000 | 0.00000000 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| SI | PARKWAY WEST UNIT NO. 09 | SWNE | 21 | 019S | 029E | EDDY | OCEAN ENERGY | 0.00000000 | 0.00000000 | 0.00000000 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| SI | PARKWAY WEST UNIT NO. 10 | SWNE | 27 | 019S | 029E | EDDY | OCEAN ENERGY | 0.00000000 | 0.00000000 | 0.00000000 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| ACT | PARKWAY WEST UNIT NO. 11 | E2 | 20 | 019S | 029E | EDDY | OCEAN ENERGY | 0.01562500 | 0.01356934 | 0.01356934 | | | | | | | | |
| DRLG | PARKWAY WEST UNIT NO. 12 | N2 | 21 | 019S | 029E | EDDY | OCEAN ENERGY | 0.02247653 | 0.01951947 | 0.01951947 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| LOC | PARKWAY WEST UNIT NO. 13 | NE/4 | 20 | 019S | 029E | EDDY | OCEAN ENERGY | 0.01562500 | 0.01356934 | 0.01356934 | | | | | | | | |
| ACT | PARKWAY WEST UNIT NO. 28-2 | SWNW | 28 | 019S | 029E | EDDY | OCEAN ENERGY | 0.02076719 | 0.01798953 | 0.01798953 | 0.01562500 | 0.01356934 | 0.01356934 | | | | | |
| ACT | PARKWAY WEST UNIT NO. 28-3 | SWSW | 28 | 019S | 029E | EDDY | OCEAN ENERGY | 0.01562500 | 0.01356934 | 0.01356934 | | | | | | | | |
| ACT | PARKWAY WEST UNIT NO. 28-4 | NENW | 28 | 019S | 029E | EDDY | OCEAN ENERGY | 0.01562500 | 0.01356934 | 0.01356934 | | | | | | | | |
| ACT | STATE 16 A COM NO. 1 | SWSE (S/2) | 16 | 019S | 029E | EDDY | GRUY PETROLEUM | 0.00000000 | 0.03876953 | 0.03876953 | | | | | | | | |
| SI | STATE 16 COM NO. 1 | SENW (N/2) | 16 | 019S | 029E | EDDY | GRUY PETROLEUM | 0.15625000 | 0.13569331 | 0.13569331 | | | | | | | | |

A circular postmark from Mexico City, Mexico, dated 1953. The text "MEXICO CITY, MEXICO" is curved along the bottom, and "1953" is curved along the top. In the center, the word "STAMP" is printed vertically.

Attached to and made a part of that certain
Assignment and Bill of Sale dated September 14, 2001
(Eddy County, New Mexico)

BC01 431 PAGE 0751