



PATRICK H. LYONS
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

July 22, 2009

Marbob Energy Corporation
P. O. Box 227
Artesia, NM 88211-0227

Attn: Mr. Ross Duncan

Re: SRO State Exploratory Unit
Subsequent Joinders Effective 8/1/2009
Tract No. 23, 25 and 26
Eddy, County, New Mexico

Dear Mr. Duncan:

This office has received your letter of July 13, 2009. Also included with your letter are subsequent joinder ratifications from Chesapeake Exploration LP and Nearburg Exploration Company committing their interests to the SRO State Exploratory Unit Agreement.

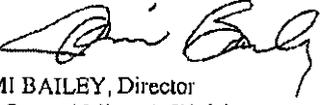
In accordance with Article 22 of the unit agreement, the Commissioner of Public Lands approves the subsequent joinder ratifications of Chesapeake Exploration LP and Nearburg Exploration Company to the SRO State Exploratory Unit Agreement. Tract Nos. 23, 25 and 26 will be committed to this unit agreement effective August 1, 2009.

Please notify all interested parties of this action.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS
COMMISSIONER OF PUBLIC LANDS

BY: 

JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

PL/JB/pm

cc: OCD-Santa Fe, Attention: Mr. Ed Martin

**BEFORE THE OIL CONVERSION
DIVISION**

Santa Fe, New Mexico

Exhibit No. 2

Submitted by: **COG Operating LLC**

Hearing Date: May 4, 2016

-State Land Office Beneficiaries -

Curie Tingley Hospital • Charitable Penal & Reform • Common Schools • Eastern NM University • Rio Grande Improvement • Miners' Hospital of NM • NM Boys School • NM Highlands University • NM Institute of Mining & Technology • New Mexico Military Institute • NM School for the Deaf • NM School for the Visually Handicapped • NM State Hospital • New Mexico State University • Northern NM Community College • Penitentiary of New Mexico • Public Buildings at Capital •



13 July 2009

Pete Martinez
New Mexico State Land Office
310 Old Santa Fe Trail
Santa Fe, NM 87501-2708

RE: SRO State Exploratory Unit
Eddy County, New Mexico

Dear Mr. Martinez:

Pursuant to Section 22 of the SRO State Exploratory Unit Agreement, I respectfully request approval of subsequent joinder, effective August 1, 2009, for the interest of Chesapeake Exploration LP and Nearburg Exploration Company. Attached please find Chesapeake and Nearburg's executed Ratification and Joinder of Unit Agreement and Unit Operating Agreement. Also enclosed is a revised Exhibit "B" to the Unit Agreement showing committed and uncommitted tracts.

Chesapeake and Nearburg have both subscribed to the Unit Operating Agreement and will pay their proportionate share of the expenses associated with drilling the SRO State Unit #1H well. Since said well has not been drilled, there has been no production to date, and therefore, there will be no retroactive adjustments of revenue.

If you have any questions, please feel free to call me at (575) 748-3303.

Sincerely,



Ross Duncan
Sr. Landman

Enclosures as stated.

CC: NMOCD

Post Office Box 227 Artesia, New Mexico 88211-0227 (575) 748-3303 Fax (575) 746-2523

RATIFICATION AND JOINDER OF UNIT AGREEMENT
AND
UNIT OPERATING AGREEMENT

In consideration of the execution of the Unit Agreement for the Development and Operation of the SRO State Exploratory UNIT AREA, County of Eddy, State of New Mexico, dated May 8th, 2009, in form approved on behalf of the Commissioner of Public Lands, and in consideration of the execution or ratification by other working interest owners of the contemporary Unit Operating Agreement which relates to said Unit Agreement the undersigned hereby expressly ratifies, approves and adopts said Unit Agreement as fully as though the undersigned had executed the original agreement.

This Ratification and Joinder shall be effective as to the undersigned's interests in any lands and leases, or interests therein, and royalties presently held or which may arise under existing option agreements or other interests in untized substances, covering the lands within the Unit Area in which the undersigned may be found to have an oil and gas interest.

This Ratification and Joinder of Unit Agreement shall be binding upon the undersigned, his, or her or its heirs, devisees, executors, assigns or successors in interest.

EXECUTED this 10th day of July, 2009.

Chesapeake Exploration, L.L.C.
P.O. Box 18496
Oklahoma City, OK 73154-0496

| | |
|---|------------|
| Chesapeake Exploration, L.L.C., An Oklahoma limited liability company By: _____ Henry J. Hood, Senior Vice President - Land and Legal & General Counsel | CFB JPH |
|---|------------|

TRACT (S) See Attached Exhibit "B"

STATE OF Oklahoma)

COUNTY OF Oklahoma)

) ss.

Acknowledgment in an Individual Capacity

This instrument was acknowledged before me on July 10, 2009 Date
 by Gina Peterson
 Name(s) of Person(s)

(Notary Seal)

| | |
|---|---|
|  | GINA PETERSON Notary Public State of Oklahoma Commission # 08002510 Expires 08/28/12 |
|---|---|

SIGNATURE OF NOTARIAL OFFICER
 MY COMMISSION EXPIRES: 8/28/2012

Acknowledgment in a Representative Capacity

This instrument was acknowledged before me on _____ Date
 by _____
 as _____ of _____
 Type of authority; e.g., officer, trustee, etc Name of party on behalf of whom instrument was executed

(Notary Seal)

SIGNATURE OF NOTARIAL OFFICER
 MY COMMISSION EXPIRES: _____

RATIFICATION AND JOINDER OF UNIT AGREEMENT
AND
UNIT OPERATING AGREEMENT

In consideration of the execution of the Unit Agreement for the Development and Operation of the SRO State Exploratory UNIT AREA, County of Eddy, State of New Mexico, dated May 8th, 2009, in form approved on behalf of the Commissioner of Public Lands, and in consideration of the execution or ratification by other working interest owners of the contemporary Unit Operating Agreement which relates to said Unit Agreement the undersigned hereby expressly ratifies, approves and adopts said Unit Agreement as fully as though the undersigned had executed the original agreement.

This Ratification and Joinder shall be effective as to the undersigned's interests in any lands and leases, or interests therein, and royalties presently held or which may arise under existing option agreements or other interests in unitized substances, covering the lands within the Unit Area in which the undersigned may be found to have an oil and gas interest.

This Ratification and Joinder of Unit Agreement shall be binding upon the undersigned, his, or her or its heirs, devisees, executors, assigns or successors in interest.

EXECUTED this 26th day of June, 2009

SIGNATURE OF OFFICER

Terry Gant, Midland Manager
TRACT (S) See Attached Exhibit "B"

Nearburg Exploration Company, L.L.C.
BUSINESS ENTITY

Address: P. O. Box 823085
Dallas, Texas 75382-3085

STATE OF TEXAS)

) ss.

COUNTY OF MIDLAND)

Acknowledgment in an Individual Capacity

This instrument was acknowledged before me on _____ Date

by _____
Name(s) of Person(s)

(Notary Seal)

SIGNATURE OF NOTARIAL OFFICER

MY COMMISSION EXPIRES: _____

Acknowledgment in a Representative Capacity

This instrument was acknowledged before me on June 26, 2009 Date

by Terry Gant

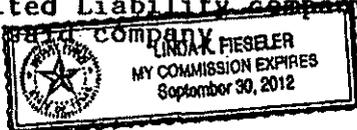
as Midland Manager of Nearburg Exploration Company, L.L.C., a

Type of authority; e.g., officer, trustee, etc

Name of party on behalf of whom instrument was executed

Texas Limited Liability company, on

behalf of _____
(Notary Seal)



Linda K. Fieseler
SIGNATURE OF NOTARIAL OFFICER

MY COMMISSION EXPIRES: 9-30-2012

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

| TRACT NUMBER | DESCRIPTION OF LANDS | ACRES | SERIAL NUMBER | EXPIRATION DATE | BASIC ROYALTY AND PERCENTAGE | LESSEE OF RECORD | WORKING INTEREST OWNERS | WI Decimal | Net Acres | | | | | | | |
|------------------------------------|---|-----------|---------------|-----------------|------------------------------|-----------------------------|------------------------------------|-----------------|-----------|---------|----------|--------|-----------------------------|-----------------------|------------|-----------|
| 1 | <u>TOWNSHIP 25 SOUTH, RANGE 28 EAST</u> Section 32: E/2E/2 | 160 | VB-0575 | 8/1/2009 | 0.1875 | YATES PETROLEUM CORPORATION | Yates Petroleum Corp. | 0.18322480 | 29.315968 | | | | | | | |
| | | | | | | | ABO Petroleum Corp. | 0.04257430 | 6.811888 | | | | | | | |
| | | | | | | | Yates Drilling Company | 0.04257430 | 6.811888 | | | | | | | |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 6.811888 | | | | | | | |
| | | | | | | | Marbob Energy Corp | 0.11959360 | 19.134976 | | | | | | | |
| | | | | | | | Pitch Energy Corp | 0.11959360 | 19.134976 | | | | | | | |
| | | | | | | | Legend Natural Gas | 0.21045550 | 33.67288 | | | | | | | |
| | | | | | | | Devon Energy Production Company LP | 0.23940960 | 38.305536 | | | | | | | |
| | | | | | | | 2 | Section 33: N/2 | 320 | VB-0576 | 8/1/2009 | 0.1875 | YATES PETROLEUM CORPORATION | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | | | | | | | | ABO Petroleum Corp | 0.04257430 | 13.623776 |
| Yates Drilling Company | 0.04257430 | 13.623776 | | | | | | | | | | | | | | |
| MYCO Industries, Inc. | 0.04257430 | 13.623776 | | | | | | | | | | | | | | |
| Marbob Energy Corp | 0.11959360 | 38.269952 | | | | | | | | | | | | | | |
| Pitch Energy Corp | 0.11959360 | 38.269952 | | | | | | | | | | | | | | |
| Legend Natural Gas | 0.21045550 | 67.34576 | | | | | | | | | | | | | | |
| Devon Energy Production Company LP | 0.23940960 | 76.611072 | | | | | | | | | | | | | | |
| 3 | Section 33: S/2 | 320 | VB-0569 | 8/1/2009 | 0.1875 | YATES PETROLEUM CORPORATION | | | | | | | | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | | | | | | | | ABO Petroleum Corp | 0.04257430 | 13.623776 |
| | | | | | | | Yates Drilling Company | 0.04257430 | 13.623776 | | | | | | | |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 13.623776 | | | | | | | |
| | | | | | | | Marbob Energy Corp | 0.11959360 | 38.269952 | | | | | | | |
| | | | | | | | Pitch Energy Corp | 0.11959360 | 38.269952 | | | | | | | |
| | | | | | | | Legend Natural Gas | 0.21045550 | 67.34576 | | | | | | | |
| | | | | | | | Devon Energy Production Company LP | 0.23940960 | 76.611072 | | | | | | | |

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

| | | | | | | | | | |
|---|-----------------|------------|---------|-----------------|---------|-----------------------------|------------------------|------------|------------|
| 4 | Section 34: S/2 | 320 | V-7085 | 7/1/2009 - Prod | 0.16667 | MARBOB ENERGY CORPORATION | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| The Allar Company | 0.23076922 | 73.8461504 | | | | | | | |
| <u>TOWNSHIP 26 SOUTH, RANGE 28 EAST</u> | | | | | | | | | |
| 5 | Section 2: W/2 | 320 | VB-0694 | 7/1/2010 | 0.1875 | YATES PETROLEUM CORPORATION | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| The Allar Company | 0.23076922 | 73.8461504 | | | | | | | |
| 6 | Section 3: E/2 | 320 | V-7438 | 7/1/2010 | 0.16667 | The Allar Company | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| The Allar Company | 0.23076922 | 73.8461504 | | | | | | | |

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

| | | | | | | | | | |
|------------------------------------|----------------|------------|--------|----------|---------|-----------------------------|------------------------|------------|------------|
| 7 | Section 3: W/2 | 320 | V-7461 | 7/1/2010 | 0.16667 | Yates Petroleum Corporation | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| The Allar Company | 0.23076922 | 73.8461504 | | | | | | | |
| 8 | Section 4: E/2 | 320 | V-7439 | 7/1/2010 | 0.16667 | The Allar Company | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| The Allar Company | 0.23076922 | 73.8461504 | | | | | | | |
| 9 | Section 4: W/2 | 320 | V-7462 | 7/1/2010 | 0.16667 | Yates Petroleum Corporation | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | ABO Petroleum Corp | 0.04257430 | 13.623776 |
| | | | | | | | Yates Drilling Company | 0.04257430 | 13.623776 |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 13.623776 |
| | | | | | | | Marbob Energy Corp | 0.11959360 | 38.269952 |
| | | | | | | | Pitch Energy Corp | 0.11959360 | 38.269952 |
| | | | | | | | Legend Natural Gas | 0.21045550 | 67.34576 |
| Devon Energy Production Company LP | 0.23940960 | 76.611072 | | | | | | | |

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

| | | | | | | | | | |
|-------------------|----------------|-----|--------|----------|---------|-----------------------------|------------------------------------|------------|-----------|
| 10 UNCOMMITTED | Section 5: E/2 | 320 | V-7440 | 7/1/2010 | 0.16667 | Legend Natural Gas III LP | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | ABO Petroleum Corp | 0.04257430 | 13.623776 |
| | | | | | | | Yates Drilling Company | 0.04257430 | 13.623776 |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 13.623776 |
| | | | | | | | Marbob Energy Corp | 0.11959360 | 38.269952 |
| | | | | | | | Pitch Energy Corp | 0.11959360 | 38.269952 |
| | | | | | | | Legend Natural Gas | 0.21045550 | 67.34576 |
| | | | | | | | Devon Energy Production Company LP | 0.23940960 | 76.611072 |
| 11 | Section 5: W/2 | 320 | V-7463 | 7/1/2010 | 0.16667 | Yates Petroleum Corporation | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | ABO Petroleum Corp | 0.04257430 | 13.623776 |
| | | | | | | | Yates Drilling Company | 0.04257430 | 13.623776 |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 13.623776 |
| | | | | | | | Marbob Energy Corp | 0.11959360 | 38.269952 |
| | | | | | | | Pitch Energy Corp | 0.11959360 | 38.269952 |
| | | | | | | | Legend Natural Gas | 0.21045550 | 67.34576 |
| | | | | | | | Devon Energy Production Company LP | 0.23940960 | 76.611072 |
| 12 UNCOMMITTED | Section 6: E/2 | 320 | V-7441 | 7/1/2010 | 0.16667 | Legend Natural Gas III LP | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | ABO Petroleum Corp | 0.04257430 | 13.623776 |
| | | | | | | | Yates Drilling Company | 0.04257430 | 13.623776 |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 13.623776 |
| | | | | | | | Marbob Energy Corp | 0.11959360 | 38.269952 |
| | | | | | | | Pitch Energy Corp | 0.11959360 | 38.269952 |
| | | | | | | | Legend Natural Gas | 0.21045550 | 67.34576 |
| | | | | | | | Devon Energy Production Company LP | 0.23940960 | 76.611072 |

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

| | | | | | | | | | |
|----|-------------------------------|-----|--------|----------|---------|-----------------------------|------------------------------------|------------|-----------|
| 13 | Section 7: E/2 | 320 | V-7465 | 7/1/2010 | 0.16667 | Yates Petroleum Corporation | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | ABO Petroleum Corp. | 0.04257430 | 13.623776 |
| | | | | | | | Yates Drilling Company | 0.04257430 | 13.623776 |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 13.623776 |
| | | | | | | | Marbob Energy Corp. | 0.11959360 | 38.269952 |
| | | | | | | | Pitch Energy Corp. | 0.11959360 | 38.269952 |
| | | | | | | | Legend Natural Gas | 0.21045550 | 67.34576 |
| | | | | | | | Devon Energy Production Company LP | 0.23940960 | 76.611072 |
| 14 | Section 8: W/2 UNCOMMITTED | 320 | V-7443 | 7/1/2010 | 0.16667 | Legend Natural Gas III LP | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | ABO Petroleum Corp. | 0.04257430 | 13.623776 |
| | | | | | | | Yates Drilling Company | 0.04257430 | 13.623776 |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 13.623776 |
| | | | | | | | Marbob Energy Corp. | 0.11959360 | 38.269952 |
| | | | | | | | Pitch Energy Corp. | 0.11959360 | 38.269952 |
| | | | | | | | Legend Natural Gas | 0.21045550 | 67.34576 |
| | | | | | | | Devon Energy Production Company LP | 0.23940960 | 76.611072 |
| 15 | Section 8: E/2 | 320 | V-7466 | 7/1/2010 | 0.16667 | Marbob Energy Corporation | Yates Petroleum Corp. | 0.18322480 | 58.631936 |
| | | | | | | | ABO Petroleum Corp. | 0.04257430 | 13.623776 |
| | | | | | | | Yates Drilling Company | 0.04257430 | 13.623776 |
| | | | | | | | MYCO Industries, Inc. | 0.04257430 | 13.623776 |
| | | | | | | | Marbob Energy Corp. | 0.11959360 | 38.269952 |
| | | | | | | | Pitch Energy Corp. | 0.11959360 | 38.269952 |
| | | | | | | | Legend Natural Gas | 0.21045550 | 67.34576 |
| | | | | | | | Devon Energy Production Company LP | 0.23940960 | 76.611072 |

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

| | | | | | | | | | |
|----|-----------------|-----|---------|-----------------|---------|-----------------------------|------------------------|------------|------------|
| 16 | Section 9: W/2 | 320 | V-7444 | 7/1/2010- Prod | 0.16667 | The Allar Company | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| | | | | | | | The Allar Company | 0.23076922 | 73.8461504 |
| 17 | Section 9: E/2 | 320 | V-7467 | 7/1/2010 - Prod | 0.16667 | Yates Petroleum Corporation | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| | | | | | | | The Allar Company | 0.23076922 | 73.8461504 |
| 18 | Section 10: W/2 | 320 | VB-0677 | 7/1/2010 | 0.1875 | The Allar Company | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| | | | | | | | The Allar Company | 0.23076922 | 73.8461504 |

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

| | | | | | | | | | |
|-------------------|-----------------|------------|---------|----------|---------|-----------------------------|------------------------|------------|------------|
| 19 | Section 10: E/2 | 320 | VB-0695 | 7/1/2010 | 0.1875 | Yates Petroleum Corporation | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| The Allar Company | 0.23076922 | 73.8461504 | | | | | | | |
| 20 | Section 15: E/2 | 320 | V-7445 | 7/1/2010 | 0.16667 | The Allar Company | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| The Allar Company | 0.23076922 | 73.8461504 | | | | | | | |
| 21 | Section 15: W/2 | 320 | V-7468 | 7/1/2010 | 0.16667 | Yates Petroleum Corporation | Marbob Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Pitch Energy Corp | 0.19505495 | 62.417584 |
| | | | | | | | Yates Petroleum Corp. | 0.07554945 | 24.175824 |
| | | | | | | | ABO Petroleum Corp | 0.07554945 | 24.175824 |
| | | | | | | | Yates Drilling Company | 0.07554945 | 24.175824 |
| | | | | | | | MYCO Industries, Inc. | 0.07554945 | 24.175824 |
| | | | | | | | EG3, Inc. | 0.07692308 | 24.6153856 |
| The Allar Company | 0.23076922 | 73.8461504 | | | | | | | |

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

| | | | | | | | | | |
|----|--------------------|-----|--------|----------|---------|-----------------------------------|---|--|--|
| 22 | Section 16: E/2E/2 | 160 | V-7446 | 7/1/2010 | 0.16667 | The Allar Company | Marbob Energy Corp. Pitch Energy Corp Yates Petroleum Corp. ABO Petroleum Corp. Yates Drilling Company MYCO Industries, Inc. EG3, Inc. The Allar Company | 0.19505495 0.19505495 0.07554945 0.07554945 0.07554945 0.07554945 0.07692308 0.23076922 | 31.208792 31.208792 12.087912 12.087912 12.087912 12.087912 12.3076928 36.9230752 |
| 23 | Section 17: E/2 | 320 | V-7447 | 7/1/2010 | 0.16667 | Chesapeake Exploration LP | Chesapeake Exploration Limited Partnership | 1.00000000 | 320 |
| 24 | Section 17: W/2 | 320 | V-7470 | 7/1/2010 | 0.16667 | Yates Petroleum Corporation | Yates Petroleum Corp. ABO Petroleum Corp Yates Drilling Company MYCO Industries, Inc. Marbob Energy Corp | 0.35000000 0.05000000 0.05000000 0.05000000 0.50000000 | 112 16 16 16 160 |
| 25 | Section 18: E/2 | 320 | V-7448 | 7/1/2010 | 0.16667 | Chesapeake Exploration LP | Chesapeake Exploration Limited Partnership | 1.00000000 | 320 |
| 26 | Section 20: W/2 | 320 | V-7450 | 7/1/2010 | 0.16667 | Nearburg Exploration Company, LLC | Nearburg Exploration Company, LLC | 1.00000000 | 320 |
| 27 | Section 20: E/2 | 320 | V-7473 | 7/1/2010 | 0.16667 | Marbob Energy Corporation | Marbob Energy Corp Pitch Energy Corp Yates Petroleum Corp. ABO Petroleum Corp Yates Drilling Company MYCO Industries, Inc. EG3, Inc. The Allar Company | 0.19505495 0.19505495 0.07554945 0.07554945 0.07554945 0.07554945 0.07692308 0.23076922 | 62.417584 62.417584 24.175824 24.175824 24.175824 24.175824 24.6153856 73.8461504 |

EXHIBIT "B"
SCHEDULE OF OWNERSHIP

6/1/11
SAG
7/1/11

RECAPITULATION

Acres of State of New Mexico Lands = 100%

Acres of Fee Lands = 0%

100%

LEASE BASIS

| | |
|-------------------------|------|
| TOTAL COMMITTED ACRES | 7360 |
| TOTAL UNCOMMITTED ACRES | 960 |
| TOTAL ACRES | 8320 |

Unit Working Interest

| | | |
|----------------------------------|------------|-------------|
| Marbob Energy Corp | 0.18507511 | 1188.974488 |
| Pitch Energy Corp | 0.16016961 | 1028.974488 |
| Yates Petroleum Corp. | 0.12379680 | 795.305384 |
| ABO Petroleum Corp | 0.06331485 | 406.752344 |
| Yates Drilling Company | 0.06331485 | 406.752344 |
| MYCO Industries, Inc. | 0.06331485 | 406.752344 |
| EG3, Inc. | 0.04789522 | 307.69232 |
| The Allar Company | 0.14368564 | 923.07688 |
| Chesapeake Exploration LLC | 0.09962205 | 640 |
| Nearburg Exploration Company LLC | 0.04981102 | 320 |
| TOTAL | 1.00000000 | 6424.280592 |