



NEW MEXICO STATE LAND OFFICE
ASSIGNMENT OF OIL AND GAS LEASE

From lease number
B-8814-0
To lease number
B-8814-22

KNOW ALL MEN BY THESE PRESENTS:

That Sunwest Bank of Albuquerque, N.A., Personal Representative of the
(wife, if any or state of incorporation)

Estates of Frank D. Shufflebarger and Leah G. Shufflebarger, deceased,
hereinafter called "Assignor" (whether one or more), for and in consideration of Ten or more Dollars,
paid by Marbob Energy Corporation and Bulldog Energy Corporation

whose Post Office address is P. O. Box 217, Artesia, New Mexico 88210

hereinafter called "Assignee" (whether one or more), does hereby sell, assign and convey to the
Assignee the entire interest and title in and to that certain Oil and Gas Lease No. B-8814
made by the State of New Mexico to F. D. Shufflebarger
under date of Sept. 10, 1940, only insofar as said lease covers the following land, in
Edgy County, New Mexico, to wit:

Township 17 South, Range 28 East, N.M.P.M.

Section 27: SW/4 SW/4 C-S.

together with the rights incident thereto, and the personal property thereon, if any, appurtenant
thereto, or used or obtained in connection therewith.

Assignee assumes and agrees to perform all obligations to the State of New Mexico insofar as
said described land is affected, and to pay such rentals and royalties, and to do such other acts
as are by said lease required as to said land, to the same extent and in the same manner as if the
provisions of said lease were fully set out herein. It is agreed that Assignee shall succeed to
all the rights, benefits and privileges granted the Lessee by the terms of said lease, as to said
land.

With warranty covenants as to the leasehold estate herein assigned, except as to any valid
overriding royalty, production payment, operating agreement or sub-lease, if any, now of legal
record, and Assignor covenants that said leasehold estate so assigned is valid and subsisting and
that all rentals and royalties due thereunder have been paid.

EXECUTED this 27th day of January, 1987.

SUNWEST BANK OF ALBUQUERQUE, N.A.
Personal Representative of the Estates
of Frank D. Shufflebarger and Leah G.
Shufflebarger, deceased

By: Robert C. Boule
Robert C. Boule, Vice President
and Trust Officer

STATE OF NEW MEXICO)
: ss.
COUNTY OF BERNALILLO)

The foregoing instrument was acknowledged before me this 27th
day of January, 1987, by Robert C. Boule, Vice President and Trust
Officer of the Sunwest Bank of Albuquerque, a national banking associ-
ation, Personal Representative of the Estates of Frank D. Shufflebar-
ger and Leah G. Shufflebarger, deceased.

My commission expires:
3-1-89

Jim St. Giffell
Notary Public

OG-43 (Replaces OG-43 and OG-44 ---Rev. 8/72) SEE OTHER SIDE

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 14123..... Exhibit No. 1
Submitted by:
MARBOB ENERGY CORPORATION
Hearing Date: June 26, 2008