

EXHIBIT "B"

Black Hills Anticline Unit Agreement
Chaves County, New Mexico

Schedule Showing the Nature and Extent of Ownership
of Oil and Gas Rights in All Lands in the Unit Area

FEDERAL LANDS

<u>OWNERSHIP OIL AND GAS LEASES OR APPLICATIONS</u>	<u>NO. OF ACRES</u>	<u>LAS CRUCES SERIAL NUMBER</u>
<u>Robert O. Anderson</u>	1451.72	060433
E/2 Sec. 34; W/2, S/2NE/4, SE/4 Sec. 35, T. 17S., R. 19 E., All Sec. 3, T. 18 S., R. 19E.		
<u>Naydeen C. Lackey</u>	2420.19	060486
Lots 1, 2, 3, 4, NW/4, S/2 Sec. 22; All Sec. 23; W/2W/2 Sec. 26; W/2 Sec. 27; Lots 1 to 14, inclusive, Section 34; and Lots 4 and 5 of Sec. 35, Twp. 17 S., R. 20 E.		
<u>J. B. Headley</u>	324.90	063401
Lots 5 to 12, inclusive, Sec. 31, T. 17 S., R. 20 E.		
<u>James Hightower</u>	423.81	061680
Lots 1 and 2, and Lots 9 to 16, inclusive, Sec. 35, T. 17 S., R. 20 E.		
<u>Thomas J. Jackson</u>	40.00	063806
SE/4 NE/4 Sec. 15, T. 18 S., R. 19 E.		
<u>Joe W. Lackey</u>	1691.13	060430
All Sec. 1, T. 18 S., R. 19 E., All Sec. 5, All Sec. 6, T. 18 S., R. 20 E.		

STATE LANDS

<u>OWNERSHIP</u> <u>OIL AND GAS LEASES</u>	<u>NO. OF</u> <u>ACRES</u>	<u>SERIAL</u> <u>NUMBER</u>
<u>Herman R. Grile</u> Lot 3, SE/4 NW/4, E/2 SW/4, SE/4 Sec. 2, T. 18 S., R. 19 E.	302.70	B-7046
<u>Malco Refineries, Inc.</u> S/2 S/2 Sec. 20; N/2, SW/4 SW/4, NE/4 SE/4, SW/4 SE/4 Sec. 32, T. 17 S., R. 20 E.; All Sec. 36, T. 17 S., R. 19 E.; Lot 4, SW/4 NW/4, W/3 SW/4 Sec. 2, T. 18 S., R. 19 E.	1382.82	B-11324
<u>Malco Refineries, Inc.</u> NW/4 SW/4, NW/4 SE/4, SE/4 SW/4 Sec. 32, T. 17 S., R. 20 E.	120.00	B-8976
<u>Malco Refineries, Inc.</u> W/2 NW/4 Sec. 34, T. 17 S., R. 20 E.; 3/2 NE/4 Sec. 27, T. 17 S., R. 19 E.	160.00	B-9543
<u>Ohio Oil Company</u> NE/4 SW/4, SE/4 SE/4 Sec. 32, T. 17 S., R. 20 E.	80.00	B-11117
<u>Intercoast Petroleum Corp.</u> Lots 1 and 2; 3/2 NE/4 Sec. 2, T. 18 S., R. 19 E.	125.04	B-10102

TOTAL

17,626.62 acres