

EXHIBIT "B"
 PEARSALL QUEEN SAND UNIT
 LEA COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION	NUMBER OF ACRES	SERIAL NO. & LEASE DATE	BASIC ROYALTY	LESSEE OF RECORD	OVERRIDING ROYALTY OWNER AND AMOUNT	WORKING INTEREST OWNER AND AMOUNT
Federal Lands							
T18S-R32E 3	Section 5: S/2 NE/4	80	LC-029403(A) 12-1-59	12½% -25%	Roy H. Smith & Hugh L. Johnson Jr., d/b/a Roy H. Smith Drilling Co.	M. E. Baish - 1½% Martin Yates III - 1 % Irene E. Walker - 2½% William E. Walker - 1¼% Elaine M. Walker - 1¼% \$110,000.00 PP out of 25% of the WI to Roy H. Smith.	Ambassador Oil Corporation - 100% (to 5,000 ft.)
After payout of above PP a \$25,000.00 PP shall commence out of 12½% of the WI to Roy H. Smith.							
T18S-R32E 3A	Section 5: Lot 3 (NE/4 NW/4)	40	LC-029403(B) 11-1-61	12½%	Hugh L. Johnson Jr. & Roy H. Smith	Subject to the \$110,000.00 and \$25,000.00 PP described under Tract 3 above.	Ambassador Oil Corporation - 100% (to 5,000 ft.)
T18S-R32E 3B	Section 5: NE/4 SW/4	40	LC-029403(B) 11-1-61	12½%	Hugh L. Johnson Jr. & Roy H. Smith	Subject to the \$110,000.00 and \$25,000.00 PP described under Tract 3 above.	Ambassador Oil Corporation - 100% (to 5,000 ft.)

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T18S-R32E 4	Section 5: Lots 1 & 2 (N/2 NE/4)	80	LC-061155(A) 12-1-59	12½% -25%	Frank Brock & R. T. Brock d/b/a Brock Drilling Company	M. E. Baish - 1½% Martin Yates III - 1% Irene E. Walker - 2½% Wm. E. Walker - 1½% Elaine M. Walker - 1½% \$66,000.00 PP out of 25% of the WI to: 1/2 - Frank Brock 1/2 - R. T. Brock After payout of above PP a \$14,000.00 PP shall commence out of 12½% of the WI to: 1/2 - Frank Brock 1/2 - R. T. Brock	Ambassador Oil Corporation - 100% (To base of Queen Sand)
T18S-R32E 5	Section 4: Lots 3 & 4 (N/2 NW/4)	80	LC-063345 11-1-60	12½% -33-1/3%	Frank Brock R. T. Brock Alfred Hunter Utter, Executor of Estate of Alpha McAtee, Deceased	Brock Drilling Co. 1/16 of WI Security-First Nat. Bank of Los Angeles, Trustee 1/16 of WI \$99,000.00 PP out of 25% of WI to: 1/4 - Frank Brock 1/4 - R. T. Brock 1/2 - Alfred H. Utter After payout of above PP, a \$21,000.00 PP shall commence out of 12½% of the WI to: 1/4 - Frank Brock 1/4 - R. T. Brock 1/2 - Alfred Hunter Utter	Ambassador Oil Corporation - 100% (To base of Queen Sand)

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T18S-R32E 4A	Section 4; SW/4 NW/4	40	LC-063345 11-1-60	Schedule "D"	Frank Brock R. T. Brock Alfred Hunter Utter, Executor of Estate of Alpha McAtee, Deceased	Subject to the same \$99,000.00 and \$21,000.00 PP as described under Tract 5.	Ambassador Oil Corporation (To base of Queen Sand)
T18S-R32E 5A	Section 4; NW/4 NE/4	40	LC-061840(A) 11-1-60	Schedule "D"	Minutex Oil Company	Buffalo Petroleum Corporation - 5%	Minutex Oil - 50% Beard Oil Co. 25% F.W.Holloway, Jr. - 13-3/4% E.R.Monson - 5% K.V. Dahl 2-1/12% Janice Lee Ballard Anderson 4-1/6%
T18S-R32E 5	Section 4; S/2 NE/4	80	LC-061840 11-1-60	Schedule "G"	B. M. Jackson	Buffalo Petroleum Corporation - 5% South Central Enterprises - 5%	B.M.Jackson - 100%
T18S-R32E 6	Section 4; SE/4 NW/4	40	LC-060503 11-1-60	Schedule "D"	Virginia Woods Shaw	Virginia Woods Shaw - 5%	Reading & Bates, Inc. - 100%

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T18S-R32E 7	Section 5; SE/4 NW/4	40	NM-016795 2-1-55	Schedule "B"	Ambassador Oil Corporation	None	Ambassador Oil Corp. 100% (to 5,000 ft.)
T18S-R32E 8	Section 5; SE/4 SW/4, & W/2 SE/4	120	LC-064098 12-1-59	Schedule "C"	C. N. Ochiltree	M. E. Balsh 1½% Martin Yates III 1% Irene E. Walker 2½% Wm. E. Walker 1-1/4% Elaine M. Walker 1-1/4%	Ambassador Oil Corp. 100% (to 5,000 ft.)
Subject to the \$110,000.00 and \$25,000.00 PP described under Tract 3 above.							
T18S-R32E 9	Section 5; NE/4 SE/4	40	LC-061153 12-1-59	Schedule "C"	Virginia Woods Shaw	M. E. Balsh 1½% Martin Yates III 1% Irene E. Walker 2½% Elaine M. Walker 1-1/4% Wm. E. Walker 1-1/4% Virginia Woods Shaw 5% (to 5,000 ft.)	Ambassador Oil Corp. 100% (to 5,000 ft.)

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							OWNER AND AMOUNT	
State Lands								
T17S-R32E 10	Section 32; NE/4 SW/4	40	B-6768	12½%	Yates Petroleum Corp.	Ada M. Trostel Yates Bros.	3% 4.1666%	S.P. Yates 24% Dixon & Yates 28.1667% Yates Petroleum Corporation 28.1667%
T17S-R32E 11	Section 32; NE/4 SE/4	40	B-6768	12½%	Yates Petroleum Corp.	Laura G. Brown Yates Bros.	3.125% 4.1667%	S. P. Yates 28.125% Dixon & Yates 28.125% Yates Petroleum Corporation 23.9583%
T17S-R32E 12	Section 32; NW/4 SE/4	40	B-6768	12½%	Yates Petroleum Corp.	Claude Johnston Yates Bros.	3% 4.1666%	S.P. Yates 28.1667% Dixon & Yates 28.1667% Yates Petroleum Corporation 24%
T17S-R32E 13	Section 32; SE/4 SE/4	40	B-6768	12½%	Yates Petroleum Corp.	C.H. Malott Yates Bros.	3% 4.1666%	S.P. Yates 28.1667% Dixon & Yates 28.1667% Yates Petroleum Corporation 24%
T17S-R32E 14	Section 32; SW/4 SE/4	40	B-6768	12½%	Yates Petroleum Corp.	Selina Reese Yates Bros.	3% 4.1666%	S.P. Yates 28.1667% Dixon & Yates 28.1667% Yates Petroleum Corporation 24%

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T1/8-R32E 13	Section 32: SE/4 SW/4	40		06-5119 2-17-59	12½%	Gulf Oil Corporation		None	Ambassador Oil Corporation 100%

EXHIBIT "B" - (Cont)
PEARSALL, QUEEN SAND UNIT
LEA COUNTY, NEW MEXICO

TOTALS

12 Federal Tracts	721.69 Acres	75.04% of Unit Area
5 State of New Mexico Tracts	240 Acres	24.96% of Unit Area
	961.69 Acres	100% of Unit Area

EXHIBIT "C"
PEARSALL QUEEN SAND UNIT
LEA COUNTY, NEW MEXICO

SCHEDULE OF UNIT PARTICIPATION

TRACT NO.	DESCRIPTION	SERIAL NO.& LEASE DATE	PHASE I - PERCENT TRACT PARTICIPATION IN UNIT	PHASE II - PERCENT TRACT PARTICIPATION IN UNIT
1	S/2 NE/4 Sec. 5 T18S R32E	LC-029403(A) 12-1-59	2.847724	13.152701
2	Lot 3 (NE/4 NW/4) Sec. 5 T18S R32E	LC-029403(B) 11-1-61	4.150530	3.165215
2A	NE/4 SW/4 Sec. 5 T18S R32E	LC-029403(B) 11-1-61	7.944053	4.083941
3	Lots 1&2 (N/2 NE/4) Sec. 5 T18S R32E	LC-061155(A) 12-1-59	0.624893	11.749836
4	Lots 3&4 (N/2 NW/4) Sec. 4 T18S R32E	LC-063345 11-1-60	8.458948	23.454551
4A	SW/4 NW/4 Sec. 4 T18S R32E	LC-063345 11-1-60	-0-	5.018021
5A	N/2 NE/4 Sec. 4 T18S R32E	LC-061840(A) 9-22-39	21.833242	6.506314
5	S/2 NE/4 Sec. 4 T18S R32E	LC-061840 11-1-60	43.182348	7.822372
6	SE/4 NW/4 Sec. 4 T18S R32E	LC-060503	7.810969	6.906015
7	SE/4 NW/4 Sec. 5 T18S R32E	NM-016795 2-1-55	0.379501	1.766453
8	SE/4 SW/4 & W/2 SE/4 Sec. 5 T18S R32E	LC-064098 12-1-59	0.796097	4.283037
9	NE/4 SE/4 Sec. 5 T18S R32E	LC-061153 12-1-59	-0-	1.318795

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SCHEDULE OF UNIT PARTICIPATION					
TRACT NO.	DESCRIPTION	SERIAL NO. & LEASE DATE	PHASE I - PERCENT TRACT PARTICIPATION IN UNIT	PHASE II - PERCENT TRACT PARTICIPATION IN UNIT	
10	NE/4 SW/4 Sec. 32 T17S R32E	B-6768	-0-	0.520833	
11	NE/4 SE/4 Sec. 32 T17S R32E	B-6768	1.261199	5.711548	
12	NW/4 SE/4 Sec. 32 T17S R32E	B-6768	0.710496	2.686547	
13	SE/4 SE/4 Sec. 32 T17S R32E	B-6768	-0-	0.520834	
14	SW/4 SE/4 Sec. 32 T17S R32E	B-6768	-0-	0.520834	
15	SE/4 SW/4 Sec. 32 T17S R32E	OC-5119 2-17-59	-0-	0.812153	

EXHIBIT "C" (Cont)
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LEA COUNTY, NEW MEXICO

SUMMARY OF
WORKING INTEREST UNIT PARTICIPATION

	<u>TOTAL PARTICIPATION IN UNIT</u>	
	<u>PHASE I</u>	<u>PHASE II</u>
Ambassador Oil Corporation	25.201746	68.804703
Janice Lee Ballard Anderson	0.909718	0.271096
John M. Beard	5.458311	1.626579
K. V. Dahl	0.454859	0.135548
Dixon & Yates	0.691355	3.495563
F. W. Holloway, Jr.	3.002071	0.894618
B. M. Jackson	43.182348	7.822372
Minntex Oil Company	10.916621	3.253157
E. R. Monson	1.091662	0.325316
Reading & Bates, Inc.	7.810969	6.906015
S. P. Yates	0.588985	2.975470
Yates Petroleum Corporation	0.691355	3.495563
	100.000000	100.000000