

EXHIBIT "B"

Exhibit "B" will be prepared to reflect ownership
as shown on Exhibit "A" and will include Royalty
and Overriding Royalty Ownership Information

EXHIBIT "B"

McGRUDER HILL UNIT AREA
T-22-S, R-25-E & R-26-E, N.M.P.M.
EDDY COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION OF LAND	NUMBER OF ACRES	SERIAL NO. & EXP. DATE OF LEASES (New Mexico Serials)	BASIC ROYALTY OWNERSHIP PERCENTAGE	LESSEE OF RECORD	OVERRIDING ROYALTY AND PERCENTAGE	WORKING INTEREST AND PERCENTAGE
1	T-22-S, R-25-E Sec.12: S/2 SE/4, NE/4 SE/4 T-22-S, R-26-E Sec.18: NE/4	280.00	LC-064528-A HBP	USA	Atlantic Richfield Company; Tom Brown, Inc.; Union Oil Company of California; David Fasken	NONE	Atlantic:25.000 Brown : 3.261 Union :52.173 Fasken :19.566
2	T-22-S, R-25-E Sec.12: Lots 4, 7 T-22-S, R-26-E Sec.18: Lots 1,2,3,4 E/2 W/2	403.01	NM-0554203 6-30-76	USA	R. N. Enfield & Northern Natural Gas Company (1)	I.H.Kemper,III & Neale W. Kemper: 5.000 R. N. Enfield:\$500/Acre Production Payment out of 0.9375	Enfield :25.000 Northern:75.000
3	T-22-S, R-26-E Sec.19: Lots 1,2,3,4, E/2 W/2	317.28	NM-0554477 7-31-76	USA	R. N. Enfield & Northern Natural Gas Company (1)	R. N. Enfield:\$1500/Acre Production Payment out of 4.6875	Enfield:25.000 Northern:75.000
4	T-22-S, R-26-E Sec.19: NE/4 NE/4, S/2 NE/4, SE/4	280.00	NM-0554479 7-31-76	USA	R. N. Enfield & Northern Natural Gas Company (1)	M. K. Whitehead: \$750/Acre Production Payment out of 5.000 R. N. Enfield:\$1500/Acre Production Payment out of 4.6875 (2)	Enfield:25.000 Northern:75.000

[illegible]

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			DATE OF LEASES	(New Mexico Serials)				

TOTAL: 10 Tracts 2,257.94 acres in entire Unit Area.

- (1) R. N. Enfield is now in process of assigning 75% interest in Tracts 2, 3, and 4 to Northern Natural Gas Company. Such assignments will be filed with the BLM for approval in the near future.

(2) This production payment subject to its proportionate part of production payment reserved by M. K. Whitehead.

(3) J. M. Huber Corporation, the present lessee of record, is now in process of assigning its working interest in Tract 5 to Northern Natural Gas Company. Such assignment will be filed with the BLM for approval in the near future.

(4) The breakdown of the ownership of this 5% override is as follows:

0.41668 - Roy G. Barton, Jr.

0.25000 - Roy G. Barton, Sr.

2.50000 - David J. Sorenson

0.33333 - E. L. Latham, Jr.

0.33333 - Cecil L. Brown

0.25000 - Paul F. Zahn

0.12500 - Daniel E. Gonzales

0.44444 - Robert P. Byrom

0.23611 - Tom C. Benson

0.11111 - Fred G. Middleton

5.00000%

(5) James P. Riggs is now in process of assigning his working interest in Tract 8 to Northern Natural Gas Company. Such assignment will be filed with the BLM for approval in the near future.