

EXHIBIT "A"

Attached to and made a part of that certain Operating Agreement dated October 27, 1988, by and between Amerind Oil Co., as Operator and Harvey E. Yates, Co., et al, as Non-Operators.

LANDS SUBJECT TO AGREEMENT

All of the S/2 NW/4 of Section 29, T-16-S, R-37-E, Lea County, New Mexico, covering the rights from the Base of the Paddock Formation to the Base of the Strawn Formation.

INTEREST OF THE PARTIES

<u>Owner</u>	<u>BPO%</u>	<u>APO%</u>
Amerind Oil Co.	50.000000%	50.000000%
Rosemary T. Avery	.026782%	.026782%
Connie Energy Corp.	.250000%	.250000%
A.J. Deans	.038261%	.038261%
Explorers Petroleum Corp.	1.500000%	1.500000%
Bill J. Graham Oil & Gas Co.	-0-	.625000%
O.E. Groves	.038260%	.038260%
Nell R. Hardee	.038260%	.038260%
HEYCO Employees Ltd.	.026782%	.026782%
KRM Petroleum Corp.	-0-	.437500%
Sally Meader-Roberts	.026782%	.026782%
Reading & Bates Petroleum Co.	12.500000%	12.500000%
Spiral, Inc.	1.250000%	1.250000%
Yates Energy Corporation	10.090951%	9.983735%
N.M. Young	.026782%	.026782%
Cibola Energy Corporation	3.181360%	3.181360%
Harvey E. Yates Co.	21.005779%	20.050495%
	<u>99.999999%</u>	<u>99.999999%</u>

ADDRESSES OF THE PARTIES

Amerind Oil Co.
415 W. Wall, Suite 500
Midland, Texas 79701
Attn: Mr. Robert C. Leibrock
915-682-8217

Harvey E. Yates Co.
Spiral, Inc.
Explorers Petroleum Corp.
HEYCO Employees, Ltd.
Rosemary T. Avery
A.J. Deans
O.E. Groves
Sally Meader-Roberts
N.M. Young
P.O. Box 1933
Roswell, New Mexico 88202

Reading & Bates Petroleum Co.
3100 Mid-Continent Tower
Tulsa, Oklahoma 74103
Attn: Mr. Drake Smiley

Cibola Energy Corporation
P.O. Box 1668
Albuquerque, New Mexico 87103

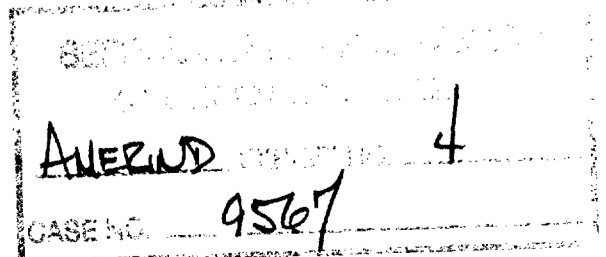
Connie Energy Corporation
1012 East Lincoln Road
Hobbs, New Mexico 88240

Nell Hardee
2802 Highland Road
Roswell, New Mexico 88201

Bill J. Graham Oil & Gas
Co.
114 Bldg. "O",
Office Park North
Midland, Texas 79708

KRM Petroleum Corporation
1900 Grant Street, Suite 300
Denver, Colorado 80202
Attn: Mr. John Buckley

Yates Energy Corporation
1010 Sunwest Centre
Roswell, New Mexico 88201
Attn: Mr. Ken Hammonds



SCHEDULE OF OIL AND GAS LEASE

- (A) Oil and Gas Lease #V-122 dated September 1, 1977, from the State of New Mexico to Harvey E. Yates, Co., as Lessee, insofar as said Oil and Gas Lease covers the following lands:

T-16-S, R-37-E
Section 29: SW/4 NW/4

- (B) Oil and Gas Lease #E-9118 dated June 21, 1955, from State of New Mexico to L.C. Harris, Lessee, insofar as it covers the SE/4 NW/4 of Section 29, T-16-S, R-37-E.

All in Lea County, New Mexico.

BOOK 390 PAGE 18

ARTICLES OF AMENDMENT
TO THE
ARTICLES OF INCORPORATION
OF
CORONADO EXPLORATION CORP.

Pursuant to the provisions of Section 53-13-4, N.M.S.A., 1978 Comp., the undersigned corporation adopts the following articles of amendment to its articles of incorporation:

First: The name of the corporation is Coronado Exploration Corp.

Second: The following amendment of the articles of incorporation was adopted by the shareholder of the corporation on March 30, 1981, in the manner prescribed by the New Mexico Business Corporation Act of New Mexico:

I

The name of the corporation is Cibola Energy Corporation.

IV

The capital stock of this corporation be increased from 50,000 shares with a par value of \$1.00 per share, to 15,000,000 shares with a par value of 1¢ per share. That immediately after the effective date of the amendment and out of the said newly authorized common stock there shall be issued to the holder of common stock of record 3,589,474 shares, in exchange for common stock held by them in the proportion of 71.78948 shares of said new common stock for each share of the old common stock held by them, and the remainder

of said newly authorized common stock, consisting of 11,410,526 shares, shall be set aside for issuance in accordance with the New Mexico Business Corporation Act.

V

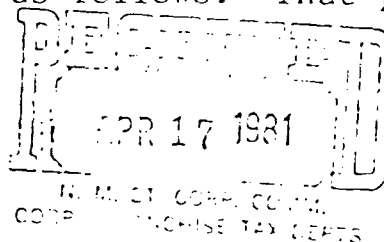
No holder of stock of the company shall be entitled, as such, as a matter of preemptive right, to subscribe for or purchase any part of any new or additional issue of stock, or of securities of the company or of any subsidiary of the company convertible into, or exchangeable for, or carrying rights or options to purchase or subscribe, or both, to stock of any class whatsoever, whether now or hereafter authorized, and whether issued for cash, property, services or otherwise.

Third: The number of shares of the corporation outstanding at the time of such adoption was 50,000; and the number of shares entitled to vote thereon was 50,000.

Fourth: The designation and number of outstanding shares of each class entitled to vote thereon as a class were as follows: None.

Fifth: The number of shares voted for such amendment was 50,000 shares; and the number of shares voted against such amendment was none.

Sixth: The manner in which the amendment effects a change in the amount of stated capital, and the amount of amount of stated captial as changed by such amendment are as follows: That prior to



STATE OF NEW MEXICO

P. 909-912

#53101



CERTIFICATE OF COMPARISON
OF

CIBOLA ENERGY CORPORATION

STATE OF NEW MEXICO

I hereby certify that the annexed is a true and complete copy of the 3 page document on file in this office.

DATED: April 24, 1981

STATE CORPORATION COMMISSION

BY: [Signature]

This Certification Stamp Replaces Our Previous Certification System.

NMSA 53-18-4 and 53-6-93 Effective 11-1-80

STATE OF NEW MEXICO
COUNTY OF MORA

I hereby certify that this instrument was filed for record on the 26 day of April, 1981 at 11:00 o'clock A.M. and was duly recorded in Book 6-23 of the county office page 462-463

Witness my hand and Seal of Office

[Signature]

County Clerk, Mora Co., N. M.

[Signature]

CLERK

In Testimony Whereof, the State Corporation Commission of the State of New Mexico has caused this certificate to be signed by its Chairman and the seal of said Commission to be affixed at the City of Santa Fe on

April 24, 1981

[Signature]

Chairman



the adoption of the amendment, the stated capital of the corporation was \$50,000.00 represented by 50,000 shares of common stock with a par value of \$1.00 per share. That after the adoption of the amendment and reclassification of common stock, the stated capital of the corporation will be \$35,894.74 represented by 3,589,474 shares of issued common stock with a par value of 1¢ per share.

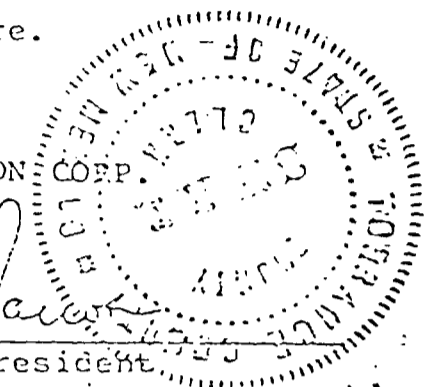
DATED this March 30, 1981.

ATTEST:

CORONADO EXPLORATION CORP.

John C. Baline
Assistant Secretary

By: Joel M. Carson
Vice President



STATE OF NEW MEXICO)
: SS.
COUNTY OF EDDY)

STATE OF NEW MEXICO
County of Torrance
I hereby certify that this instrument was filed for record on the 24th day of September A.D. 1981 at 4:37 o'clock P. M. and duly recorded in book 243 of the records.

w/ Misc.
at page 909-910
Witness my hand and Seal of office
Ruben Miranda
County Clerk Torrance Co. N. M.
Maria Reagan Deputy

I, PATTI MENEFE, a notary public, do hereby certify that on the 30th day of March, 1981, personally appeared before me JOEL M. CARSON who, being by me first duly sworn, declared that he is Vice President of CORONADO EXPLORATION CORP., that he signed the foregoing document as Vice President of the corporation, and that the statements therein contained are true.

My commission expires:
April 20, 1984

Patti Menfe
Notary Public
STATE OF NEW MEXICO
COUNTY OF LEA
FILED

8228

(State of New Mexico, County of Chaves) ss

FILED FOR RECORD

JUN 2 1981

STATE OF NEW MEXICO }
County of Eddy } ss

APR 28 1981
at 8:10 o'clock A. M. and recorded in
Book 205 Page 218
Ray Keith County Clerk
Barbara Flores Deputy

at 12:05 o'clock P.
and recorded in Book 390
Page 17
Deane Benge, County Clerk
By Barbara Flores Deputy

FILED MAY 18 1981 FOR RECORD
at 115 o'clock P. M. and was duly
recorded in Book 197 of Records of
Mico Page 284
Virgie Cole, County Clerk
By Barbara Flores Deputy

Rec. 49949 \$6.00

BOOK 205 PAGE 221

STATE OF NEW MEXICO, County of Grant ss. I hereby certify that this instrument was filed for record on the 10th day of August 1981 at 11:2 o'clock A. M. and duly recorded in Book 352 Page 713-16 the Records of said county.
By Uacava Satchey Deputy Kate A. Sanchez County Clerk
67340

BILL SELTZER
214 WEST TEXAS, SUITE 507
MIDLAND, TEXAS 79701

October 28, 1988

Re: T-16-S, R-37-E
Section 29: S/2 NW/4
Lea County, New Mexico

Harvey E. Yates Co.
One Sunwest Centre
Roswell, New Mexico 88202
and attached List of Owners

Attn: Mr. Robert H. Bell

Dear Mr. Bell:

Attached hereto please find Operating Agreement dated October 27, 1988 and AFE covering the above.

If the enclosures meet with your approval, please have same properly executed and acknowledged and advise the writer the correct participation of each party.

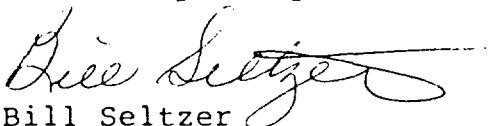
We request each party to execute the enclosed AFE and forward a check, payable to Amerind Oil Co., representing their proportionate cost of drilling said well.

Also attached please find Original Communitization Agreements executed by Amerind Oil Co. We request Harvey E. Yates Co. execute all 3 Communitization Agreements and return to the undersigned for further handling.

Your immediate attention will be appreciated.

We are this date staking the location and preparing the drilling pad.

Yours very truly,


Bill Seltzer

BS/kp
Enclosures

LIST OF OWNERS

1. Harvey E. Yates Co.
2. Fred G. Yates, Inc.
3. Spiral Inc.
4. Coronado Exploration Corp.