

SandStoneLand LLC
 1099 Main Ave., Suite 320
 Durango CO 81301
 970-759-6293

OWNERSHIP REPORT

Township 29 North, Range 14 West, NMPM
 Section 17: NW4
 San Juan County NM
 Containing 160 acres, more or less

<u>Name</u>	<u>Last Address of Record</u>	<u>Date of Address</u>	<u>Interest Type</u>	<u>Net Acreage</u>	<u>OGL</u>	<u>Comments</u>	<u>Working Interest Owner(s)</u>
Billie Sue Berg	5512 Prince Edward Avenue El Paso, TX 79924-3411	10/29/1998	Mineral	67.7794	1270/799		XTO Energy Inc. 100%
Rachel L. Seiferle	363 A CR 6100 Kirtland, NM 87417	2/15/2004	Mineral	7.3202	1384/801 1315/886		XTO Energy Inc. 100%
Karen Brimhall	372 CR 6100 NBU #13 Kirtland, NM 87417	3/1/2003	Mineral	24.0372	1359/631		XTO Energy Inc. 100%
Dawn M. Torres	1118 West Apache #3 Farmington, NM 87401	10/31/2006	Mineral	0.2755	1380/3	Successor in interest to Rodney M. Doolin and Bonnie M. Doolin, husband and wife	XTO Energy Inc. 100%
Mary I. Caston Joint Tenant with Lockey Caston	P.O. Box 22 Kirtland, NM	10/8/2010	Mineral	0.5519	1379/618	Successor in interest to Mary I. Caston	XTO Energy Inc. 100%
William L. Flack and Constance Flack, Trustees of the William L. and Constance Flack Living Trust dated 9/19/1991	1030 Walnut Drive Farmington, NM 87401 or P.O. Box 422 Kirtland, NM 87417	9/2/2005	Mineral	1.6245	1277/547		XTO Energy Inc. 100%

OK

Oil Conservation Division
 Case No. 15020
 Exhibit No. 1

William Mathew Flack and Rebecca Lynn Flack as Trustees of the Matthew and Rebecca Flack Trust UTAD 3/17/2004	342A CR 6100 Kirtland, NM 87417	9/1/2008	Mineral	9.11	1374/910	7.31 acres of this interest was conveyed from the William L. and Constance Flack Living Trust dated 9/19/1991 and is covered on OGL 1277/547 executed by William L. and Constance Flack	XTO Energy Inc. 100%
Daniel T. Flack and Kristine R. Flack, Trustees of the Daniel T. Flack and Kristine R. Flack Living Trust UTAD 8/8/2008	P.O. Box 1063 Kirtland, NM 87417	11/5/2008	Mineral	2.17	1277/547	Interest was conveyed from the William L. and Constance Flack Living Trust dated 9/19/1991 and is covered on OGL 1277/547 executed by William L. and Constance Flack	XTO Energy Inc. 100%
David D. Clifton and Deanne C. Clifton	363 CR 6100 Kirtland, NM 87417	6/7/2010	Mineral		1270/541	OGL 1270/541 appears to have expired on 10/15/2003, no extension was found of record, OGL was not included in any assignments leading into XTO	N/A
Sherry L. Blodgett, aka Sherry L. Myers and Raymond W. Myers	PO Box 272 Kirtland, NM 87417	11/8/2005	Mineral		1423/529	Maybe owned solely by Sherry L. Myers per QCD 1395/806 in which Raymond W. Myers conveys to Sherry L. Myers interest in the NW/4, however both parties executed an OGL for this interest in 1423/529	XTO Energy Inc. 100%
Barney Lucero and Lisa Lucero	10 Rd 6291 Kirtland, NM 87417	11/24/2010	Mineral		1424/354		XTO Energy Inc. 100%
Danny K. Kimball and Carla Kimball	#371 CR 6100, 13 Kirtland, NM 87417	12/1/2003	Mineral		1380/515 and 1359/969		XTO Energy Inc. 100%

James R. Allcorn and Jacqueline Allcorn	6 Rd 6291 Kirtland, NM 87417	8/21/2012	Mineral	1272/404	OGL 1272/404 from previous owner Donald Lindow appears to have expired on 10/15/2003, no extension was found of record, OGL was not included in any assignments leading into XTO	N/A
Colby D. Cockrell and Sunny L. Cockrell	453 CR 6100 Kirtland, NM 87417	7/13/2005	Mineral	1380/2	OGL from previous owner John L. Werner.	XTO Energy Inc. 100%
Phylis Combs	PO Box 626 Kirtland, NM 87417	3/1/2003	Mineral	1374/915		XTO Energy Inc. 100%
Gary D. and Geogianna A. Childers	PO Box 203 Kirtland, NM 87417	12/1/2003	Mineral	1380/405		XTO Energy Inc. 100%

Unleased Mineral Interests

West American Corporation	Unable to locate - Bankrupt 1960s	N/A	Mineral	48.598	N/A
State Highway Dept., State NM	PO Box 1149 Santa Fe, NM 87504-1149	6/3/1988	Mineral	7.4479	N/A
Norma Schmitt & C. Gregory Schmitt Co-Trustees of the Norma Schmitt Trust UTA June 1, 1999, et al	PO Box 97 Kirtland, NM 87417	9/27/2007	Mineral	13.47 or 12.47	N/A
Joel W. & Sherry Foutz	PO Box 784 Kirtland, NM 87417	7/18/2012	Mineral	0.91	N/A
Shaun C. Winn and Linn Johnson	#341 CR 6100 Kirtland, NM 87417	3/10/2005	Mineral	0.265	N/A
James Thomas Robbins and Heather Lee Robbins	#3 CR 6285 Kirtland, NM 87417	5/19/1994	Mineral	0.4695	N/A
Sabiniano Jr. & Veronica E. Lobato	4329 Cardinal St. Farmington, NM 87491	6/7/1988	Mineral	0.7056	N/A
Roger N. & Janet L. Isham	PO Box 1184 Kirtland, NM 87417	12/1/2009	Mineral	0.75	N/A
Anne M. & Alan D. Youts	PO Box 554 Kirtland, NM 87417	1/22/2013	Mineral	2.16 or 2.17	N/A

Carl Gregory Schmitt and Donna Cole Schmitt, husband and wife	PO Box 267 Kirtland, NM 87417	12/27/2010	Mineral	1.0 ?	N/A	Received interest from Carl Gregory Schmitt and Donna Cole Schmitt, in trust, as Trustees of the Schmitt Revocable Trust under trust agreement dated August 7, 1999. Subject to Note #2 Below.
Carl Gregory Schmitt and Donna Cole Schmitt, in trust, as Trustees of the Schmitt Revocable Trust under trust agreement dated August 7, 1999		11/20/2003	Mineral	unknown	N/A	Conveyed interest to Carl Gregory Schmitt and Donna Cole Schmitt, husband and wife. Subject to Note #2 below.
Cloyde Bruce Beckstead and Nona P. Beckstead	465 CR 6100 Kirtland, NM 87417	7/6/2006	Mineral	0.1607	N/A	
Rodney B. Gwendolyn Warner	PO Box 215 Kirtland, NM 87417	5/21/2001	Mineral	0.0975	N/A	
Robert H. & Mary Eshom	PO Box 895 Capitan, NM 88316-0895	8/22/2001	Mineral	0.7133	N/A	
<u>Working Interest Owners</u>						
XTO Energy Inc.	810 Houston Street Fort Worth, TX 76102	10/11/2012	W.I.			

Override Interest Owners

None

Notes

Note #1: This report is based on a list of mineral owners provided by Paul Lehrman of XTO Energy Inc. purporting to cover leased and unleased interests for the N2 of Section 17, T29N R14W. No legal descriptions were provided with the names. All the names on said list were entered into the grantor/grantee index at the San Juan County clerk's office for possible change of ownership since Jan 1, 2004, or a date prior to the last series of recorded oil and gas leases covering the subject lands. A check of the New Mexico state production records indicates that there were no leases held by production from previous leases to those taken in 2004. Oil and gas leasehold ownership is based on leases found in the tract index of the San Juan County Abstract and Title Company, Farmington NM with a plant date of Jan. 7, 2013.

Note #2: Without legal descriptions of the unleased interests, it was difficult to know if a deed or conveyance out of an unleased owner conveyed all of his/her interests or just part of his/her interest. For the purpose of this report, all unleased owners that appear to have conveyed an interest, are still listed as a mineral owner even though it is possible that all of their mineral interest was conveyed.

This report was made solely for the purpose of assisting in the determination of the apparent mineral and leasehold ownership of the captioned lands and limited to the sources quoted therein. The instruments involved have not been examined to determine their legal sufficiency and no warranty of title is expressed or implied by virtue of the information contained herein.