56311

ASSIGNMENT OF OIL AND GAS LEASES

This Assignment of Oil and Gas Leases is by and between CAZA ENERGY LLC, a New Mexico limited liability company, with a mailing address of P.O. Box 1767, Artesia, New Mexico 88211 ("Assignor"), and the parties hereinafter set out (collectively referred to as "Assignee").

Assignor, for valuable consideration paid to Assignor by Assignee, the receipt and sufficiency of which is hereby acknowledged, does hereby grant, bargain, sell, convey and assign, set over and deliver unto the following described Assignees, their heirs, successors and assigns:

Robert C. Chase 2306 Sierra Vista Artesia, NM 88210	5%
Richard L. Chase P.O. Box 359 Artesia, NM 88211	5%
Gerene Dianne Chase Crouch, as her sole and separate property P.O. Box 693 Artesia, NM 88211	5%
Tom M. Ragsdale P.O. Box 10303 Midland, TX 79702	6.25%

of Assignor's interest in the Oil and Gas Leases described in Exhibit "A," insofar and only insofar as said leases cover the lands, depths and interests specified in Exhibit "A," without any express or implied warranties of title, merchantability, or fitness for a particular purpose.

EXECUTED, this $13^{\prime\prime}$ day of May 2004, but effective as of May 1, 2004.

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CAZA ENERGY LLC

Ronald W. Lanning, Attorney In Fact

STATE OF NEW MEXICO

COUNTY OF EDDY

The foregoing instrument was acknowledged before me this 13^{12} day of May 2004, by Ronald W. Lanning, Attorney in Fact for CAZA ENERGY LLC, a New Mexico limited liability company.



OFFICIAL SEAL STACI D. SANDERS NOTARY PUBLIC - STATE OF NEW MEXICO My commission expires: <u>2-15-05</u>

Notary Public

BOOK 1304 PAGE 568

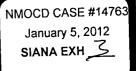


EXHIBIT "A"

Attached to and made a part of that certain Assignment of Oil and Gas Leases effective May 1, 2004, between CAZA ENERGY LLC, and Robert C. Chase, et al.

Date:November 12, 1935Lessor:State of New MexicoLessee:Roy G. BartonDescription:NW/4 NE/4, SAVE

State of New Mexico B-5310 Roy G. Barton NW/4 NE/4, SAVE AND EXCEPT from the top of the Grayburg formation down to 100 feet below the top of the San Andres formation, and also SAVE AND

to 100 feet below the top of the San Andres formation, and also SAVE AND EXCEPT rights below the base of the Abo formation; and the SW/4 NE/4 and NE/4 SW/4 from the surface to the base of the San Andres formation.

Date:June 11, 1945Lessor:State of New Mexico E-398Lessee:Barney CockburnDescription:SE/4 NW/4 from the surface to the base of the Abo formation.

All in Section 32, T17S, R33E, Lea County, New Mexico

STATE OF NEW MILLIOD COUNTY OF LEA FILED

MAY 17 2004 and recorded in book ________ Page _______ Metinda Ringhes, Les Cossey Clivis By ________ Deputy

56311



BOOK 1304 PAGE 569