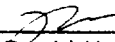


PARTIAL ASSIGNMENT OF OIL AND GAS LEASES

The undersigned, for consideration paid, hereby assigns to TMBR/Sharp Drilling, Inc., whose address is PO Box 10970, Midland, Texas 79702, all of its right, title and interest in and to those oil and gas leases described in Exhibit "A" attached hereto as to the lands and depths specified in said Exhibit "A", without warranty of title.

EXECUTED this 19th day of December, 2002, effective as of the date of first production from the Blue Fin 25-1 Well located in the N/2 Section 25, Township 16 South, Range 35 East, N.M.P.M., Lea County, New Mexico at 7:00 o'clock a.m. MST.

DAVID H. ARRINGTON OIL & GAS, INC.

By: 
David H. Arrington, President

STATE OF TEXAS)
)ss.
COUNTY OF MIDLAND)

This instrument was acknowledged before me on December 19, 2002, by David H. Arrington, President of David H. Arrington Oil & Gas, Inc., a Texas corporation.


Notary Public

My Commission Expires:
12-7-03

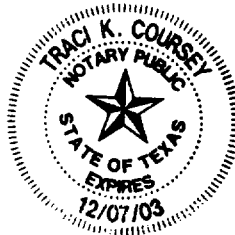


EXHIBIT "A" TO PARTIAL ASSIGNMENT OF OIL AND GAS LEASES

1. Oil and Gas Lease from the Foundation for First Presbyterian Church, Roswell, New Mexico in favor of James D. Huff dated April 24, 2001, recorded in Book 1084, Page 290 of the Lea County, New Mexico records.

2. Oil and Gas Lease from Theodora P. Reed, Trustee, in favor of James D. Huff dated April 13, 2001, recorded in Book 1092, Page 561 of the Lea County, New Mexico records.

3. Oil and Gas Lease from Toles-Com-Ltd., in favor of James D. Huff dated April 24, 2001, recorded in Book 1084, Page 296 of the Lea County, New Mexico records.

4. Oil and Gas Lease from Jerry Hooper, et ux. in favor of James D. Huff dated March 22, 2001, recorded in Book 1084, Page 293 of the Lea County, New Mexico records.

5. Oil and Gas Lease from Jimmy Hooper, et ux. in favor of James D. Huff dated April 13, 2001, recorded in Book 1084, Page 304 of the Lea County, New Mexico records.

6. Oil and Gas Lease from Jeannine H. Byron in favor of James D. Huff dated April 13, 2001, recorded in Book 1084, Page 301 of the Lea County, New Mexico records.

7. Oil and Gas Lease from O. D. Whitley in favor of James D. Huff dated April 13, 2001, recorded in Book 1084, Page 298 of the Lea County, New Mexico records.

8. Oil and Gas Lease from Christa L. Leavell, individually and as Custodian, in favor of Dale Douglas dated February 25, 2002, recorded in Book 1134, Page 343 of the Lea County, New Mexico records.

9. Oil and Gas Lease from George M. O'Brien, et ux. in favor of Dale Douglas dated January 28, 2002, recorded in Book 1128, Page 455 of the Lea County, New Mexico records.

10. Oil and Gas Lease from Mark and Bonnie Caldwell in favor of Dale Douglas dated January 28, 2002, recorded in Book 1128, Page 457 of the Lea County, New Mexico records.

11. Oil and Gas Lease from Mary Frances Antweil in favor of Dale Douglas dated January 28, 2002, recorded in Book 1137, Page 234 of the Lea County, New Mexico records.

12. Oil and Gas Lease from R. M. Williams, et ux. in favor of Dale Douglas dated January 28, 2002, recorded in Book 1128, Page 453 of the Lea County, New Mexico records.

13. Oil and Gas Lease from Robert J. Bullock, Sr. in favor of Dale Douglas dated April 11, 2002, recorded in Book 1142, Page 234 of the Lea County, New Mexico records.

14. Oil and Gas Lease from Branka Palmore, et vir. in favor of Dale Douglas dated April 11, 2002, recorded in Book 1142, Page 236 of the Lea County, New Mexico records.

15. Oil and Gas Lease from Justin Ryan Strickland in favor of Dale Douglas dated March 6, 2002, recorded in Book 1141, Page 11 of the Lea County, New Mexico records.

16. Oil and Gas Lease from Jody Fayne Strickland in favor of Dale Douglas dated March 6, 2002, recorded in Book 1141, Page 13 of the Lea County, New Mexico records.

17. Oil and Gas Lease from Marty Lynn Strickland in favor of Dale Douglas dated March 6, 2002, recorded in Book 1141, Page 15 of the Lea County, New Mexico records.

18. Oil and Gas Lease from Kendra Irene Kelley in favor of Dale Douglas dated February 10, 2002, recorded in Book 1130, Page 355 of the Lea County, New Mexico records.

19. Oil and Gas Lease from Stacy Kennemer Crawford in favor of Dale Douglas dated February 20, 2002, recorded in Book 1132, Page 457 of the Lea County, New Mexico records.

20. Oil and Gas Lease from Amy Machell Dodson in favor of Dale Douglas dated March 6, 2002, recorded in Book 1134, Page 770 of the Lea County, New Mexico records.

Insofar as said leases cover portions of the NE/4 Section 25, Township 16 South, Range 35 East, N.M.P.M., Lea County, New Mexico for depths below the base of the Morrow formation only.