

HNG OIL COMPANY

Midland, Texas

1. USA - FEDERAL NM-0542015-A
Insofar as it covers full interest in SE/4 of Section 31, 23S-28E, NMPM, Eddy County, New Mexico
Working Interest 100% HNG Oil Company
Royalty Interest 12.5% USA
Overriding Royalty 5%, H. P. McLish and wife Margot W. McLish

2. USA - FEDERAL NM-16013
Covers full interest in W/2 SE/4 of Section 31, 23S-28E, NMPM, Eddy County, New Mexico
Working Interest 100% HNG Oil Company
Royalty Interest 12.5% USA
Overriding Royalty 4% Arthur E. Meinhart and wife Marilyn Meinhart

3. STATE OF NEW MEXICO #LG-828
Covers full interest in NE/4 SW/4 of Section 31, 23S-28E, Eddy County, New Mexico
Working Interest 100% HNG Oil Company
Royalty Interest 12.5% State of New Mexico

4. PARDUE FARMS
Insofar as it covers an undivided 1/2 interest in Lots 3, 4 and SE/4 SW/4 of Section 31, 23S-28E, Eddy County, New Mexico
Working Interest 100% HNG Oil Company
Royalty Interest 18.75% Pardue Farms

5. Earl B. Guitar, et al
Insofar as it covers an undivided 1/2 interest in Lots 3, 4 and SE/4 SW/4 of Section 31, 23S-28E, Eddy County, New Mexico
Working Interest 100% HNG Oil Company
Royalty Interest 18.75% Earl B. Guitar, John Guitar, Jr. and Mary Guitar Polk, Individually and as Attornies-in-Fact