

145441

RECORDING REQUESTED BY :  
BLUE EAGLE EXPLORATION

WHEN RECORDED RETURN TO:  
Blue Eagle Exploration  
Attn: R. L. Chamberlain  
5944 South Kipping St., Suite 305  
Littleton, CO 80127

*ASSIGNMENT OF OVERRIDING ROYALTY*

) STATE OF NEVADA  
)  
) COUNTY OF EUREKA

KNOW ALL MEN BY THESE PRESENTS:

That for the sum of Ten Dollars (\$10.00) and other good and valuable consideration paid to it, the receipt and sufficiency of which are hereby acknowledged, BLUE EAGLE EXPLORATION, 5944 South Kipping St., Suite 305, Littleton, Colorado 80127, (hereinafter referred to as "Assignor"), has GRANTED, SOLD, TRANSFERRED, ASSIGNED AND CONVEYED, and by these presents does GRANT, SELL, TRANSFER, ASSIGN AND CONVEY unto the following party:

CEDAR STRAT CORPORATION  
Silver Canyon Ranch  
Hiko, Nevada 89017

(hereinafter referred to as "Assignee"), as an overriding royalty, .01 percent (1%) of all of the oil, gas and minerals in and under and that may be produced, saved and sold from the lands in Eureka County, Nevada, under and by virtue of the oil, gas, and mineral leases set forth on Exhibit "A" attached hereto, or any renewals or extensions thereof, to be delivered to Assignee or to its credit into the pipeline, tank, or other receptacle to which the well or wells thereon may be connected, free and clear of all costs and expenses of development and operation except the taxes thereon or attributable thereto. The above interest was conveyed into Assignor by that Assignment of Overriding Royalty dated February 24, 1993, between Phillips Petroleum Company and Blue Eagle Exploration.

Operations on said lands and the extent and duration thereof, as well as the perpetuation of such leases by payments, operations, or otherwise, shall, be solely at the will and discretion of Phillips Petroleum Company, its successors or assigns.

In the event the leases cover less than the entire mineral fee estate in and to any of the lands hereinafter described in Exhibit "A", such overriding royalty interest herein assigned and conveyed as to such lands shall be reduced to the proportion thereof which the mineral fee estate conveyed by such leases bears to the entire mineral fee estate.

It is expressly agreed that Phillips Petroleum Company, its successors and assigns, shall have the right to pool or unitize the lands and interests affected by the leases described in Exhibit "A", including the overriding royalty herein conveyed, without the joinder or consent of Assignee, its successors or assigns. In the event of production from any such pooled unit or from any unit created by a regulatory body having jurisdiction, the overriding royalty herein conveyed shall be computed on the proportionate part of the production from such pooled unit that is allocated to the property subject to said overriding royalty, and unless otherwise allocated by order of a regulatory body, the amount of such production to be so allocated from each unit shall be that proportion of such total production that the surface area of the property affected hereby and included within such unit bears to the total surface area of all lands within such unit.

This assignment and conveyance is made without warranty of title, express or implied, except as to conveyances or encumbrances by, through or under the undersigned.

TO HAVE AND TO HOLD the herein assigned properties and interests unto said Assignee its heirs and assigns forever.

IN WITNESS WHEREOF, this instrument is executed this 26th day of April, 1993.

BLUE EAGLE EXPLORATION

By Randy L. Chamberlain  
Randy L. Chamberlain  
President

STATE OF COLORADO )  
COUNTY OF JEFFERSON )

On this 26th day of April, 1993, before me, a Notary Public, personally appeared Randy L. Chamberlain, to me known to be the President of Blue Eagle Exploration, a corporation, and acknowledged to me that he executed the same on behalf of said corporation.  
IN WITNESS WHEREOF, I have herunto set my official signature and affixed my notarial seal the day and year first above written.

[Signature]  
Notary Public

June 29, 1991  
My commission expires



STATE OF NEVADA , COUNTY OF EUREKA

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LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
219576 000	USA-N-56622 PHILLIPS PETROLEUM CO.	01/01/93	3 22N 52E LOTS 1,2,3,4, S/2 N/2, S/2 4 22N 52E LOTS 1,2,3,4, S/2 N/2, S/2
219577 000	USA-N-56623 PHILLIPS PETROLEUM CO.	01/01/93	5 22N 52E LOTS 1,2,3,4, S/2 N/2, S/2 6 22N 52E LOTS 1,2,3,4,5,6,7, S/2 NE/4, SE/4 NW/4, E/2 SW/4, SE/4
219578 000	USA-N-56624 PHILLIPS PETROLEUM CO.	01/01/93	7 22N 52E LOTS 1,2,3,4, E/2, E/2 W/2 18 22N 52E LOTS 1,2,3,4, E/2, E/2 W/2
219579 000	USA-N-56626 PHILLIPS PETROLEUM CO.	01/01/93	9 22N 52E ALL 22N 52E 16 22N 52E ALL 22N 52E
219580 000	USA-N-56627 PHILLIPS PETROLEUM CO.	01/01/93	10 22N 52E ALL 22N 52E 15 22N 52E ALL 22N 52E
220940 000	USA-N-55901 RICHARD R. SUTTON	06/01/92	18 23N 52E LOTS 1-6, E/2 LOT 7, LOTS 8-11, E/2 LOT 12, E/2 23N 52E 19 23N 52E LOTS 1-4,6,7,8,10,11,12, E/2

## STATE OF NEVADA, COUNTY OF EUREKA

LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
220941 000	USA-N-55900 RICHARD R. SUTTON	06/01/92	6 23N 52E LOTS 1-14, E/2 LOT 15, S/2 NE/4, SE/4 23N 52E E/2 LOT 1, LOTS 2-12, E/2
220942 000	USA-N-55899 RICHARD R. SUTTON	06/01/92	5 23N 52E E/2, SW/4, (PRO DIA 165), LOTS 3, 4, S/2 NW/4, MDM 23N 52E ALL, (PRO DIA 165), MDM
220943 000	USA-N-55898 RICHARD R. SUTTON	06/01/92	25 22N 52E ALL, MDM
220944 000	USA-N-55897 RICHARD R. SUTTON	06/01/92	36 22N 52E ALL, MDM 19 22N 52E LOTS 1-4, E/2, E/2 W/2, MDM
220945 000	USA-N-55864 RICHARD R. SUTTON	06/01/92	20 22N 52E ALL, MDM 21 22N 52E ALL, MDM 25 24N 52E S/2 SW/4, MDM 35 24N 52E LOTS 1,2,7,8, NE/4, MDM 36 24N 52E N/2 NW/4, SW/4 NW/4, MDM

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## STATE OF NEVADA , COUNTY OF EUREKA

LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION	
220946 000	USA-N-55863 RICHARD R. SUTTON	06/01/92	12 24N W/2 NE/4, W2, SE/4, MDM	52E
220947 000	USA-N-55862 RICHARD R. SUTTON	06/01/92	13 24N NW/4, MDM	52E
220948 000	USA-N-55861 RICHARD R. SUTTON	06/01/92	3 23N ALL, MDM (PRO DIA 165)	52E
221056 000	USA-N-56244 RICHARD R. SUTTON	09/01/92	4 23N ALL, MDM (PRO DIA 165)	52E
221057 000	USA-N-56243 RICHARD R. SUTTON	09/01/92	9 23N ALL, MDM (PRO DIA 165)	52E
			14 22N ALL, MDM	52E
			22 22N ALL, MDM	52E
			23 22N ALL, MDM	52E
			20 25N	53E
			ALL 25N 30 LOTS 1-4, E/2, E/2 W/2	53E
			31 25N LOTS 1-4, E/2, E/2 W/2	53E
			05 25N SW/4 NE/4	53E
			06 25N LOTS 3-7, SE/4 NW/4, E/2 SW/4	53E

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LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221058 000	USA-N-56241 RICHARD R. SUTTON	09/01/92	07 25N 53E LOTS 1,2,3, E/2 NW/4
221059 000	USA-N-56239 RICHARD R. SUTTON	09/01/92	34 28N 52E E/2 35 ALL 28N 52E 36 28N 52E ALL
221060 000	USA-N-56027 RICHARD R. SUTTON	09/01/92	26 22N 52E ALL 22N 52E 35 ALL
221061 000	USA-N-56026 RICHARD R. SUTTON	09/01/92	19 26N 53E LOTS 1-8, E/2 W/2 30 26N 53E LOTS 1-7, NE/4, E/2 NW/4, NE/4 SW/4, N/2 SE/4 31 26N 53E LOTS 1-4, 6,7,9,10, W/2 E/2, E/2 W/2, W/2 E/2 SE/4
221062 000	USA-N-56025 RICHARD R. SUTTON	09/01/92	06 26N 53E LOTS 1-14, S/2 NE/4, SE/4 NW/4, NE/4 SE/4, S/2 SE/4 07 26N 53E LOTS 1-9, E/2, SE/4 SW/4 08 26N 53E SW/4 NE/4, W/2, SE/4 18 26N 53E LOTS 1-8, E/2 W/2, E/2

STATE OF NEVADA		COUNTY OF EUREKA		LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
LEASE NUMBER						
221063	000	USA-N-56024	09/01/92	RICHARD R. SUTTON	ALL 28 ALL 33 ALL 34 ALL	22N 52E 22N 52E 22N 52E 27N 52E
221064	000	USA-N-56023	09/01/92	RICHARD R. SUTTON	ALL 34 ALL	27N 52E 27N 52E
221065	000	USA-N-56022	09/01/92	RICHARD R. SUTTON	24 ALL 25 ALL 36 ALL	27N 52E 27N 52E 27N 52E 26N 52E
221066	000	USA-N-56021	09/01/92	RICHARD R. SUTTON	11 ALL 12 ALL 13 ALL 14	26N 52E 26N 52E 26N 52E 26N 52E E/2, E/2 W/2, NW/4 NW/4, W/2 SW/4

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## STATE OF NEVADA , COUNTY OF EUREKA

LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221067 000	USA-N-56020 RICHARD R. SUTTON	09/01/92	23 26N 52E  ALL 24 26N 52E ALL 25 26N 52E ALL 26 26N 52E ALL
221068 000	USA-N-56019 RICHARD R. SUTTON	09/01/92	1 26N 52E  LOTS 1-4, S/2 N/2, S/2 26N 52E LOTS 1-4, S/2 N/2, SW/4, N/2 SE/4, SW/4 SE/4
221069 000	USA-N-56018 RICHARD R. SUTTON	09/01/92	22 25N 52E  ALL (PRO DIA 164) 23 25N 52E ALL (PRO DIA 164) 26 25N 52E ALL (PRO DIA 164) 27 25N 52E ALL (PRO DIA 164)
221070 000	USA-N-56017 RICHARD R. SUTTON	09/01/92	11 25N 52E  ALL (PRO DIA 164) 14 25N 52E ALL (PRO DIA 164) 15 25N 52E ALL (PRO DIA 164)
221071 000	USA-N-56016 RICHARD R. SUTTON	09/01/92	02 25N 52E  ALL (PRO DIA 164) 03 25N 52E

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LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221073 000	USA-N-56014 RICHARD R. SUTTON	09/01/92	ALL (PRO DIA 164) 10 25N ALL (PRO DIA 164) 19 27N LOTS 1-8, E/2 W/2, E/2 30 27N LOTS 1-8, E/2 W/2, E/2 31 27N LOTS 1-8, E/2 W/2, E/2 1 15N LOTS 1,2,3,4, S/2 N/2, S/2, MDM 2 15N LOTS 1,2,3,4, S/2 N/2, S/2, MDM 11 15N ALL, MDM 12 15N ALL, MDM 13 15N ALL, MDM 14 15N ALL, MDM 23 16N ALL, MDM 24 16N ALL, MDM 26 16N ALL, MDM 27 16N ALL, MDM
221177 000	USA-N-55497 RICHARD R. SUTTON	04/01/92	
221178 000	USA-N-55498 RICHARD R. SUTTON	04/01/92	
221297 000	USA-N-55500 RICHARD R. SUTTON	04/01/92	

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STATE OF NEVADA, COUNTY OF EUREKA

LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221298 000	USA-N-55466 RICHARD R. SUTTON	03/01/92	16N 51E
221299 000	USA-N-55501 RICHARD R. SUTTON	04/01/92	24N 51E
221304 000	USA-N-55508 RICHARD R. SUTTON	04/01/92	16N 52E
221305 000	USA-N-55468 RICHARD R. SUTTON	03/01/92	16N 52E
221306 000	USA-N-55509	04/01/92	16N 52E

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LOTS 1,2,3,4, S/2 N/2, N/2 S/2,  
SE/4 SW/4, S/2 SE/4, MDM  
12 24N  
E/2, NE/4 NW/4, W/2 SW/4

STATE OF NEVADA, COUNTY OF EUREKA

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LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221307	RICHARD R. SUTTON  USA-N-55511	04/01/92	ALL, PRO DIA 202, MDM 21 16N ALL, PRO DIA 202, MDM 29 16N ALL, PRO DIA 202, MDM 32 16N ALL, PRO DIA 202, MDM 28 16N  ALL, PRO DIA 202, MDM 33 16N ALL, PRO DIA 202, MDM 36 16N ALL, PRO DIA 202, MDM
221308	USA-N-55512  RICHARD R. SUTTON	04/01/92	1 22N  LOTS 5,6,7,8, S/2 N/2, S/2, MDM 2 22N LOTS 1,2,3,4, S/2 N/2, S/2, MDM 11 22N ALL, MDM 12 22N ALL, MDM
221309	USA-N-55513  RICHARD R. SUTTON	04/01/92	2 23N  W/2, PRO DIA 165, MDM 10 23N ALL, PRO DIA 165, MDM 11 23N W/2, PRO DIA 165, MDM 15 23N ALL, PRO DIA 165, MDM
221310	USA-N-55514	04/01/92	13 23N

STATE OF NEVADA		COUNTY OF EUREKA		LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221311	000	RICHARD R. SUTTON				LOTS 1,2,3,4,5,6,7,8, NE/4, NW/4, NW/4, MDM 14 23N 52E E/2, W/2 PRO DIA 165, MDM 52E 23 23N E/2, W/2 PRO DIA 165, MDM 52E 24 23N LOTS 1,2,3,4, MDM 52E
		USA-N-55515			04/01/92	
221312	000	RICHARD R. SUTTON				16 23N ALL, PRO DIA 165, MDM 52E 17 23N ALL, PRO DIA 165, MDM 52E 20 23N ALL, PRO DIA 165, MDM 52E
		USA-N-55516			04/01/92	
221313	000	RICHARD R. SUTTON				21 23N ALL, PRO DIA 165, MDM 52E 22 23N ALL, PRO DIA 165, MDM 52E 27 23N ALL, PRO DIA 165, MDM 52E 28 23N ALL, PRO DIA 165, MDM 52E
		USA-N-55517			04/01/92	
221314	000	RICHARD R. SUTTON				25 23N W/2 NW/4, S/2, MDM 52E 26 23N E/2, W/2 PRO DIA 165, MDM 52E 35 23N E/2, W/2 PRO DIA 165, MDM 52E 36 23N SE/4 NE/4, S/2 52E
		USA-N-55518			04/01/92	

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LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221315	RICHARD R. SUTTON USA-N-55519	04/01/92	ALL, PRO DIA 165, MDM 32 N/2, SE/4, PRO DIA 165, SW/4, MDM 52E
221316	RICHARD R. SUTTON USA-N-55520	04/01/92	30 23N 52E LOTS 1,2,3,4,5,6,7,8,9,10,11,12, E/2 31 23N 52E LOTS 1,2,3,4,5,6,7,8,9,10,11,12, E/2
221317	RICHARD R. SUTTON USA-N-55521	04/01/92	33 23N 52E ALL, PRO DIA 165, MDM 34 23N 52E ALL, PRO DIA 165, MDM
221318	RICHARD R. SUTTON USA-N-55522	04/01/92	3 24N 52E ALL, PRO DIA 164, MDM 4 24N 52E ALL, PRO DIA 164, MDM 5 24N 52E ALL, PRO DIA 164, MDM 6 24N 52E ALL, PROS DIA 164, MDM
221318	RICHARD R. SUTTON	04/01/92	7 24N 52E ALL, PRO DIA 164, MDM 8 24N 52E ALL, PRO DIA 164, MDM 9 24N 52E ALL, PRO DIA 164, MDM 10 24N 52E ALL, PRO DIA 164, MDM

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LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221319 000	USA-N-55523 RICHARD R. SUTTON	04/01/92	14 24N W/2, PRO DIA 164, MDM 15 24N ALL, PRO DIA 164, MDM 16 24N ALL, PRO DIA 164, MDM 17 24N ALL, PRO DIA 164, MDM
221320 000	USA-N-55524 RICHARD R. SUTTON	04/01/92	18 24N ALL, PRO DIA 164, MDM 19 24N ALL, PRO DIA 164, MDM 30 24N ALL, PRO DIA 164, MDM 31 24N N/2, SE/4, PRO DIA 164, LOTS 3,4, E/2 SW/4, MDM
221321 000	USA-N-55525 RICHARD R. SUTTON	04/01/92	20 24N ALL, PRO DIA 164, MDM 21 24N ALL, PRO DIA 164, MDM 22 24N ALL, PRO DIA 164, MDM 23 24N W/2, PRO DIA 164, MDM
221322 000	USA-N-55526 RICHARD R. SUTTON	04/01/92	26 24N W/2, PRO DIA 164, MDM 27 24N ALL, PRO DIA 164, MDM 28 24N ALL, PRO DIA 164, MDM

STATE OF NEVADA, COUNTY OF EUREKA

LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221323	000	04/01/92	29 ALL, PRO DIA 164, MDM 24N 52E
221326	000	05/01/92	32 ALL, PRO DIA 164, MDM 24N 52E 33 ALL, PRO DIA 164, MDM 24N 52E 34 ALL, PRO DIA 164, MDM 24N 52E 35 N/2, SW/4, PRO DIA 164, SE/4, MDM 52E LOTS 3,4,5,6, NW/4, MDM 52E
221327	000	05/01/92	1 ALL, PRO DIA 116, MDM 17N 52E 2 ALL, PRO DIA 116, MDM 17N 52E 3 ALL, PRO DIA 116, MDM 17N 52E 12 ALL, PRO DIA 116, MDM 17N 52E ALL, PRO DIA 116, MDM 52E
221328	000	05/01/92	25 ALL, PRO DIA 116, MDM 18N 52E 26 ALL, PRO DIA 116, MDM 18N 52E 35 ALL, PRO DIA 116, MDM 18N 52E 36 ALL, PRO DIA 116, MDM 18N 52E 27 ALL, PRO DIA 116, MDM 18N 52E 28 ALL, PRO DIA 116, MDM 18N 52E ALL, PRO DIA 116, MDM 52E

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LEASE NUMBER	LESSOR LESSEE	DATE OF LEASE RECORDING DATA	DESCRIPTION
221329	USA-N-55709	05/01/92	29 18N ALL, PRO DIA 116, MDM
000	RICHARD R. SUTTON		32 18N ALL, PRO DIA 116, MDM
			33 18N ALL, PRO DIA 116, MDM
			34 18N ALL, PRO DIA 116, MDM

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 OFFICIAL RECORDS  
 RECORDED AT THE REQUEST OF  
*Roger Nelson*  
 93 MAY 14 AM 1:01  
 EUREKA COUNTY, NEVADA  
 M.N. REBALANCE RECORDER  
 FILE NO. 145441  
 FEE \$ 20 -

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