

ASSIGNMENT OF OIL AND GAS LEASE

STATE OF NEVADA )  
) ss,  
COUNTY OF EUREKA )

KNOW ALL MEN BY THESE PRESENTS:

That Foreland Corporation, whose address is 12596 West Bayaud, Suite 300, Lakewood, Colorado 80228, hereinafter called "ASSIGNOR", for and in consideration of TEN DOLLARS (\$10.00), and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, does hereby GRANT, CONVEY, ASSIGN and TRANSFER unto T2Y, Inc., whose address is, P.O. Box 5405, Boise, Idaho, 83705, hereafter called "ASSIGNEE", its successors and assigns, six and one-quarter percent (6.25%) of ASSIGNOR'S right, title and interest, subject to the overriding royalty reservation hereinafter set out, in and to the following Oil and Gas Lease, insofar as said lease covers the described lands:

LESSOR: Slagowski Ranches, Inc.  
LESSEE: Maxwell Petroleum, Inc.  
DATED: March 4, 1994  
RECORDED: Book 268, Pages 445 through 452  
DESCRIPTION: Township 28 North, Range 52 East, MDM  
Section 8: W/2, S/2SE1/4  
Section 17: E/2, NW1/4, NE1/4SW1/4

All in Eureka County, Nevada  
Containing 920 acres, more or less

ASSIGNOR expressly excepts, reserves and retains title to an undivided one percent (1%) of 8/8ths of all oil, gas and casinghead gas produced, saved and marketed from the above described lands under the provisions of the aforesaid lease, or extension or renewal thereof, as an overriding royalty free and clear of any cost and expense of the development and operation thereof, excepting taxes applicable to said interest and the production therefrom. If the above referenced lease covers less than the full fee simple estate in the oil, gas and other hydrocarbons under any tract, or tracts of the land assigned hereby, the overriding royalty herein reserved by Assignor, shall be proportionately reduced.

This Assignment is made and delivered pursuant to, and is subject to, the terms of, that certain unrecorded Participation Agreement dated July 23, 1996, by and between ASSIGNOR and ASSIGNEE.

TO HAVE AND TO HOLD the interest conveyed in the lease described above, subject to the conditions of said lease and any extensions, or renewals thereof, but ALL WITHOUT WARRANTY OF ANY KIND, EITHER EXPRESS, OR IMPLIED. This instrument shall be binding upon ASSIGNOR and ASSIGNEE, their successors and assigns.

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BOOK 308 PAGE 48  
OFFICIAL RECORDS  
RECORDED AT THE REQUEST OF  
TJY Inc  
97 MAY 12 PM 1:08  
EUREKA COUNTY NEVADA  
M.N. REBAL EATL. RECORDER  
FILE NO. FEES 8.00

SEAL

My Commission Expires 2/14/2000

KATHERINE PAIGE KNOWLTON  
NOTARY PUBLIC  
STATE OF COLORADO

Katherine Paige Knowlton  
Notary Public, State of Colorado

*Katherine Paige Knowlton*

My Commission Expires: February 14, 2000

official seal the day and year first above written.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my

Foreland Corporation.  
name is subscribed to the within instrument as Vice President of Exploration of  
personally appeared Kenneth L. Ransom, known to me to be the person whose  
On this 5th day of February, 1997, before me, the undersigned Notary Public,

COUNTY OF JEFFERSON

STATE OF COLORADO

Kenneth L. Ransom  
Vice President of Exploration

*K L Ransom*

FORELAND CORPORATION

Executed this 5th day of February, 1997.