Form 3000-3 (January 1996)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

ASSIGNMENT OF RECORD TITLE INTEREST IN A

171865

FORM APPROVED OMB NO. 1004-0034 Expires: September 30, 1998

Lease Serial No.

N-63070

Lease Effective Date (Anniversary Date)

<u> Ianuary 1</u> New Serial No.

LEASE FOR OIL AND GAS OR GEOTHERMAL RESOURCES

Mineral Leasing Act of 1920 (30 U.S.C. 181 et seq.) Act for Acquired Lands of 1947 (30 U.S.C. 351-359) Geothermal Steam Act of 1970 (30 U.S.C. 1001-1025) Department of the Interior Appropriations Act, Fiscal Year 1981 (42 U.S.C. 6508)

Type or print plainly in ink and sign in ink.

PART A: ASSIGNMENT

1. Assignee*

Yates Drilling Company

Street City, State, ZIP Code

105 South Fourth Street Artesia, New Mexico 88210

*If more than one assignee, check here Z and list the name(s) and address(es) of all additional assignees on the reverse of this form or on a separate attached sheet of paper.

This record title assignment is for: (Check one) Oil and Gas Lease, or Geothermal Lease

Interest conveyed: (Check one or both, as appropriate) A Record Title, Droverriding Royalty, payment out of production or other similar interests or payments

This assignment conveys the following interest:

	Land Description	Pe	rcent of Inter	rest		cent of
	rse, if needed. Do not submit documents of ts or agreements shall only be referenced	Owned	Conveyed	veyed Retained Overriding Royalty or Similar Interests.		
Br (c	\ a :	Reserved e	Previously reserved or conveyed f
Section 10: Section 15: Section 16: Section 21: Section 22:	N2NE, SWNW, S2 NE, N2SE, SESE NENE N2 1120.00 acres, more or	100%	90%	10%	-0-	-0-

FOR BLM USE ONLY-DO NOT WRITE BELOW THIS LINE

UNITED STATES OF AMERICA

This assignment is approved solely for administrative purposes.	. Approval does not wa	arrant that either party to	this assignment holds	legal or
equitable title to this lease.				

	approved	for a	above	described	lands;
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Assignment approved for attached land description

Assignment approved effective

Assignment approved for land description indicated on reverse of this form.

BOOK 3 2 5 PAGE | | 0

By

Part A (Continued): ADDITIONAL SPACE for Names and addresses of additional assignees in Item No. 1, if needed, or for Land Description in Item No. 2, if needed.

Myco Industries, Inc. 30% 105 South Fourth Street Artesia, New Mexico 88210 Abo Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210

30%

STATE	OF.	NEW	MEXICO	5
COUNTY	OF	, EDI	PΥ	S

The foregoing instrument was acknowledged before me this day of January, 1999 by Randy G. Patterson, Attorney-in-Fact for Yates Petroleum Corporation, a New Mexico corporation.

My Commission Expires:

PART B: CERTIFICATION AND REQUEST FOR APPROVAL

- 1. The Assignor certifies as owner of an interest in the above designated lease that he/she hereby assigns to the above assignee(s) the rights specified above.
- 2. Assignee certifies as follows: (a) Assignee is a citizen of the United States; an association of such citizens; a municipality; or a corporation organized under the laws of the United States or of any State or territory thereof. For the assignment of NPR-A leases, assignee is a citizen, national, or resident alien of the United States or association of such citizens, nationals, resident aliens or private, public or municipal corporations, (b) Assignee is not considered a minor under the laws of the State in which the lands covered by this assignment are located; (c) Assignee's chargeable interests, direct and indirect, in each public domain and acquired lands separately in the same State, do not exceed 246,080 acres in oil and gas leases (of which up to 200,000 acres may be in options, if this is an oil and gas lease issued in accordance with the Mineral Leasing Act of 1920, or 51,200 acres in any one State if this is a goothermal lease; (d) All parties holding an interest in the assignment are otherwise in compliance with the regulations (43 CFR Group 3100 or 3200) and the authorizing Acts; (e) Assignee is not in violation of sec. 41 of the Mineral Leasing Act.
- 3. Assignee's signature to this assignment constitutes acceptance of all applicable terms, conditions, stipulations and restrictions pertaining to the lease described herein.

For geothermal assignments, an overriding royalty may not be less than one-fourth (1/4) of one percent of the value of output, nor greater than 50 percent of the rate of royalty due to the United States when this assignment is added to all previously created overriding royalties (43 CFR 3241).

I certify that the statements made	the herein by me are true, complete, and correct to day of <u>January</u> , 19 <u>99</u>	Executed this	d belief and are made in good faith. day of	PAGE 1
Name of Assignor as shown on	current lease <u>Yates Petroleum Cor</u> Please type or print	poration Assignee		3.2 5
Attorney-in-fact	aliteration of	or Attorney-in-fact	(Signature)	BUUK
Randy G. 105 South Fourth	Patterson, Attorney-in-Fact Street ssignor's Address)		(Signature)	
Artesia (City)	NM 88210 (State) (Zip Code)			

Public reporting burden for this form is estimated to average 30 minutes per response including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, Bureau Clearance Officer (DW-110), Denver Federal Center, Building 40, P.O. Box 25047, Denver, CO 80225-0047 and the Office of Management and Budget, Paperwork Reduction Project (1004-0034), Washington, D.C. 20503.

Title 18 U.S.C. Sec. 1001 makes it a crime for any person knowingly and willfully to make to any Department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

BOOK 325 PAGE 110 OFFICIAL RECORDS RECORDED AT THE REQUEST OF Julian Walling 99 JAN 28 PM 1: 40

EUREKA COUNTY NEVADA M.N. REBALEATI, RECORDER FILE NO. 100 FEE\$ 9.00