

174415

ASSIGNMENT OF OIL AND GAS LEASE

STATE OF NEVADA       )  
                                      :SS  
COUNTY OF EUREKA    )

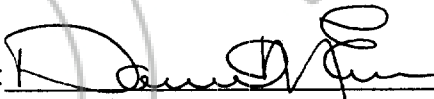
KNOW ALL MEN BY THESE PRESENTS:

THAT, David M. Evans, whose mailing address is P.O. Box 3153, Reno NV 89505, hereinafter referred to as "Assignor" for and in the consideration of the sum of Ten and No/100 Dollars, (\$10.00) and other good and valuable consideration the receipt of which is hereby acknowledged does hereby GRANT, BARGAIN, ASSIGN and CONVEY unto Yates Petroleum Corporation, whose mailing address is 105 South Fourth Street, Artesia, New Mexico 88210, hereinafter referred to as "Assignee", all of assignor's right, title and interest in and to that certain Oil and Gas Lease dated October 27, 1997, by and between Milton Bors and Anna M. Bors, husband and wife and David M. Evans, recorded in Book 327, Page 421 of the Eureka County records, and covering the following lands:

Township 27 North, Range 52 East, MDB&M  
Section 18: Lots 1, 2, E/2NW (NW)  
Eureka County

Assignor does hereby reserve unto himself an overriding royalty interest equal to the difference between any and all royalties, overriding royalties, production payments and an 85.5% net revenue interest with the retained overriding royalty interest being proportionately reduced to the extent of the interest herein conveyed.

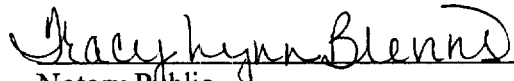
This Assignment of Oil and Gas Lease is executed this 12<sup>th</sup> day of April, 2000, but effective April 3, 2000.

By:   
David M. Evans

STATE OF WYOMING       )  
                                      :SS  
COUNTY OF Natrona    )

The foregoing instrument was acknowledged before me this 12<sup>th</sup> day of April, 2000, by David M. Evans.

My Commission Expires:  
March 27<sup>th</sup>, 2004

  
Notary Public

BOOK 334 PAGE 130  
OFFICIAL RECORDS  
RECORDED AT THE REQUEST OF  
Yates Petroleum  
00 MAY -8 AM 9:41

EUREKA COUNTY NEVADA  
M.N. REBALEATI, RECORDER  
FILE NO.       FEES 7.00



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