

178159
 UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT

FORM APPROVED
 OMB NO. 1004-0034
 Expires: July 31, 1995

**ASSIGNMENT OF RECORD TITLE INTEREST IN A
 LEASE ON 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)

Lease Serial No.
 N-65586
 Lease Effective Date
 (Anniversary Date)
 July 1, 1999
 New Serial No.

Fill in or print plainly in ink and sign in ink.

PART A: ASSIGNMENT

1. Assignee* **YATES PETROLEUM CORPORATION 10.00%**
 Street **105 South Fourth Street**
 City, State, ZIP Code **Artesia, NM 88210**

*If more than one assignee, check here 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) Oil and Gas Lease, or Geothermal Lease

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

2. This assignment conveys the following interest:

Land Description <small>Additional space on reverse, if needed. Do not subdivide or agreements other than this form; such documents or agreements shall only be referenced herein.</small>	Percent of Interest			Percent of Overriding Royalty or Similar Interests	
	Owned	Conveyed	Retained	Reserved	Previously reserved or conveyed
	a	b	c	d	e
Township 27 North, Range 51 East, MD Section 35: All Section 36: All Containing 1280.00 acres more or less Eureka County, Nevada	50.00	50.00	- 0 -	3.00%	- 0 -

FORM USE ONLY—DO NOT WRITE BELOW THIS LINE

UNITED STATES OF AMERICA

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

Assignment approved for above described land

Assignment approved for attached land description

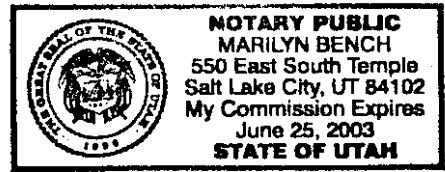
Assignment approved effective _____

OK 347 PAGE 39

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

by _____
(Authorized Officer)

YATES DRILLING COMPAN 30.00%
ABO PETROLEUM CORPORATION 30.00%
MYCO INDUSTRIES, INC. 30.00%
105 South Fourth Strc
Artesia, NM 88210



ACKNOWLEDGMENT

STATE OF UTAH
COUNTY OF SALT LAKE

The foregoing instrument was acknowledged before me this 1st day of May, 2002, by Peter M. Johnson, Present, Oil Division of Sinclair Oil Corporation a Wyoming corpoon, on behalf of said corporation.

My Commission Expires: 6-25-03

Marilyn Bench
Notary Public

PART 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 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.
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 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 herein by me true, complete, and correct to the best of my knowledge and belief and are made in good faith.

Executed this 1st day of May, 2002 Executed this day of 19

Name of Assignor as shown on current lease SINCLAIR OIL CORPORATION Please type or print

Assignor By: Peter M. Johnson, Present, Oil Division Attorney-in-fact

Assignee or Attorney-in-fact Yates Petroleum

BOOK 347 PAGE 390
OFFICIAL RECORDS
RECORDED AT THE REQUEST OF
02 JUN 10 PM 1:38
BUREAU COUNTY RECORDS
M.N. REBALEATI, RECORDER
FILE NO. FEES: 15.00

P.O. Box 30825 (Assignor's Address)
Salt Lake City, UT 84130-0825 (City, State, Zip Code)

178159

Public reporting burden for this form is estimate average 30 minutes per response, including the time for reviewing instructions, gathering and maintaining data and completing and reviewing the form. Directments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, (Alternate) Bureau Clearance Officer, (WO-771), 1849 C Street, N.W., Washington, D.C. 20240, and the Office of Management and Budget Paperwork Reduction Project (1004-0034), Wngton, 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.