## 178467

## OVERRIDING ROYALTY ASSIGNMENT

This assignmentade and entered into this 5<sup>th</sup> day of August, 2002, by and between Yates Petroleum Corporation, 5 South Fourth Street, Artesia, NM 88210, herein referred to as assignor, (whether one or more); Unionville Royalty Co., LLC, P.O. Box 3153, Reno, NV 89505, hereinafter referred to as assignee, tether one or more),

## WITNESSETH

The undersignessignor for and in consideration of the sum of \$10.00 and other good and valuable considerations issignor in hand paid by said assignee, the receipt whereof is hereby confessed and acknowledged, doccreby sell, assign, transfer, set over and convey unto said assignee, heirs personal representatives its successors) and assigns, an overriding royalty equal to an undivided 2% of 8/8ths (two percent of cl/cighths) of the market value at the wells as produced of all of the oil and gas and other hydrocarbon stances which may be produced, saved and marketed from the following described lands situated he County of Eureka, State of Nevada to-wit:

## Township 27 North, Range 52 East, MDB&M Section 18: Lots 1, 2, E2NW (NW4)

under the terms of that tain oil and gas lease made and entered into by and between Milton Bors and Anna M. Bors, husband wife, as lessor, and Yates Petroleum Corporation, as lessee, dated effective October 28, 2002, recod Book 348, page 391 in the Eureka County records, or any extension or renewal thereof; said oxiding royalty shall be computed and paid at the same time and in the same manner as royalties page to the lessor under the terms of said lease are computed and paid; and assignee shall be response for assignee's proportionate part of all taxes and assessments levied upon or against or measured by production of oil and gas from said land.

TO HAVE AND TO LD said royalty interest unto assignee, heirs, personal representatives (or its successor) and assigns tyer. This assignment is made without warranty, either express or implied.

IN WITNESS WHERE this assignment is executed on the day and year first hereinabove written.

STATE OF NEW MEXO
)
) ss.

COUNTY OF EDDY
On this 8th y of August, 2002, before me personally appeared Peyton Yates, Attorney-in-Fact for Ys Petroleum Corporation, a New Mexico corporation, to me known to be the person described in and o executed instrument, and acknowledged that he executed the same on behalf of said corporation.

Witness my hand and sehe day and year last above written.

My commission expires
8/12/05
Notary Public

EUREKA COUNTY NEVADA M.N. REBALEATI. RECORDER FILE NO. FEE\$ /4 —

178467

YATES PETROLEUM CORPORATION