

**DOC # 0207709**

01/24/2007 02:32 PM

**Official Record**

Recording requested By  
TICOR TITLE OF NEVADA INC

**Eureka County - NV**  
**Mike Rebaleati - Recorder**

Fee: \$18.00 Page 1 of 5  
RPTT. Recorded By: FES  
Book- 0451 Page- 0273

**APN #: Eureka 05-120-05, 05-140-06, 04-360-01,  
04-370-12, 04-370-15, 04-290-16, 04-390-08, 04-360-  
04, 04-370-06**

**Escrow No.:** 07000087 SH  
**Title No.** 07010051

**RECORDING REQUESTED BY:**

Ticor Title of Nevada, Inc.  
5441 Kietzke Lane, Suite 100  
Reno, NV 89511

**WHEN RECORDED MAIL TO:**

Trust Financial, a Mortgage Company  
13300 Old Blanco Road Ste. 321  
San Antonio, TX 78216

**MAIL TAX STATEMENTS TO:**

Trust Financial  
13300 Old Blanco Road Ste. 321  
San Antonio, TX 78216

0207709

FOR RECORDER'S USE ONLY

**Assignment of Bonuses, Rentals and Royalties**

**Title of Document**

**Please complete Affirmation Statement below:**

I the undersigned hereby affirm that the attached document, including any exhibits, hereby submitted for recording does not contain the social security number of any person or persons. (Per NRS 239B.030)

**-OR-**

I the undersigned hereby affirm that the attached document, including any exhibits, hereby submitted for recording does contain the social security number of a person or person as required by law: \_\_\_\_\_

(State specific law)

Signature



Escrow Assistant  
Title

Megan Wolowice  
Print Signature

This page is added to provide additional information required by NRS 111.312 Sections 1-2 and NRS 239B.030 Section 4.

**ASSIGNMENT OF BONUSES, RENTALS AND ROYALTIES**

**- OIL AND GAS -**

**KNOW ALL MEN BY THESE PRESENTS:**

**THAT, WHEREAS, RLF NEVADA PROPERTIES, LLC**, a Colorado limited liability company, 523 South Cascade Avenue, Suite E, Colorado Springs, Colorado 80903, hereinafter called the "Owner", has executed a Note to **Trust Financial, A Mortgage Company, L.L.C.**, a Texas limited liability company, 13300 Old Blanco Road, Suite 321, San Antonio, Texas 78216, hereinafter called the "Company", in the amount of \$3,815,000.00 of even date herewith, secured by a Deed of Trust of the same date covering the premises located in Elko, Eureka, Humboldt, Lander and Pershing Counties, State of Nevada which are more particularly described on Exhibit "A" attached hereto and made a part hereof.

For the purpose of facilitating the record hereof, this Assignment has been executed in five counterparts, each of which shall be and shall be taken to be an original, and all of which together or any one thereof shall be deemed to constitute but one and the same instrument.

**AND, WHEREAS**, said premises are now leased for oil and gas development, or may in the future be so leased, and the Owner desires to assign to the Company all bonuses, delay rentals, royalties and other benefits accruing under any oil and gas lease(s), with the right at its option to demand and receive the same at any time following a default under the terms of said Note and Deed of Trust and apply same on said Note and Deed of Trust and for taxes, insurance and repairs.

**NOW, THEREFORE**, in consideration of the premises and the sum of \$1.00, receipt of which is hereby acknowledged, the Owner assigns to the Company all bonuses, delay rentals, royalties and other benefits accruing under said oil and gas lease(s) and under all future oil and gas leases made during the term of the Deed of Trust with the right at its option to demand and receive the same at any time, and apply the same on said Note and Deed of Trust and for taxes, insurance and repairs.

**PROVIDED, HOWEVER**, that all bonuses, delay rentals and royalties are to be paid to the Owner until demand therefor is made of the legal holder(s) of such lease(s), evidenced by written notice that Owner is in default under the terms of the Deed of Trust or the Note secured by such Deed of Trust or any other loan document securing such Note, and that such bonuses, delay rentals and royalties are to be paid to the Company at a place to be designated in such notice. If any such default is timely cured, however, all assigned payments shall continue to be paid to the Owner.

The word "Owner" shall be construed to mean the person, or persons, who execute this assignment as owner, whether one or more, and also the heirs, devisees, personal representatives, successors and assigns of the Owner. The word "Company" shall be construed to include the successors and assigns of the Company.

This assignment is to remain in force during the term of said Note and Deed of Trust, and any renewal or extension thereof, and is to terminate and become null and void upon the full reconveyance of the Deed of Trust.

IN WITNESS WHEREOF, the Owner has signed this instrument this \_\_\_ day of January, 2007.

**RLF NEVADA PROPERTIES, LLC,**  
a Colorado limited liability company

By: James W Geisz  
Name: James W Geisz  
Title: Authorized Representative

State of Colorado  
County of El Paso

This instrument was acknowledged before me on this 18<sup>th</sup> day of January, 2007 by James W. Geisz, as Authorized Representative of RLF Nevada Properties, LLC, a Colorado limited liability company, on behalf of such limited liability company.

My commission expires:  
3/4/2009

Patricia Beener  
Notary Public

Patricia Beener, Notary Public  
State Colorado  
My Commission Expires 3/4/2009

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LEGAL DESCRIPTION

The land referred to herein is situated in the State of Nevada, County of Eureka, described as follows:

PARCEL 1 : (Eureka County)

TOWNSHIP 31 NORTH, RANGE 50 EAST, M.D.B.&M.

Section 1: All;

EXCEPTING THEREFROM all that portion of said land as conveyed to Western Pacific Railway Company in deed recorded February 20, 1909 in Book 16, Page 108, and in deed recorded April 26, 1909 in Book 16, Page 269, Deed Records, Eureka County, Nevada.

PARCEL 2 : (Eureka County)

TOWNSHIP 31 NORTH, RANGE 51 EAST, M.D.B.&M.

Section 7: All;

EXCEPTING THEREFROM all that portion of said land as conveyed to Western Pacific Railway Company in deed recorded February 20, 1909 in Book 16, Page 108, and in deed recorded April 26, 1909 in Book 16, Page 269, Deed Records, Eureka County, Nevada.

PARCEL 3: (Eureka County)

TOWNSHIP 32 NORTH, RANGE 51 EAST, M.D.B.&M.

Section 5: All;

Section 25: N1/2; SW1/4; W1/2SE1/4; SE1/4SE1/4;

EXCEPTING THEREFROM all that portion of said land as conveyed to Western Pacific Railway Company in deed recorded February 20, 1909 in Book 16, Page 108, and in deed recorded April 26, 1909 in Book 16, Page 269, Deed Records, Eureka County, Nevada.

Section 33: All;

PARCEL 4 : (Eureka County)

TOWNSHIP 33 NORTH, RANGE 51 EAST, M.D.B.&M.

Section 33: All;

PARCEL 5 : (Eureka County)

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TOWNSHIP 32 NORTH, RANGE 52 EAST, M.D.B.&M.

Section 19: All that portion lying northwesterly of  
Highway 278.

EXCEPTING THEREFROM all that portion of said land as  
conveyed to Western Pacific Railway Company in deed  
recorded February 20, 1909 in Book 16, Page 108, and  
in deed recorded April 26, 1909 in Book 16, Page 269,  
Deed Records, Eureka County, Nevada.

PARCEL 6 : (Eureka County)

TOWNSHIP 32 NORTH, RANGE 51 EAST, M.D.B.&M.

Section 3: ALL;  
Section 29: All;