

DOC # 0213336

06/11/2009

03:52 PM

Official Record

Recording requested By
YATES PETROLEUM CORP

Eureka County - NV

Mike Rebaleati - Recorder

Fee: \$44.00

Page 1 of 6

RPTT:

Recorded By: LLH

Book- 0487 Page- 0284

APN# _____

Recording Requested by:

Name Yates Petroleum Corp

Address 105 S 4th St

City/State/Zip Artesia, NM 88210-2118



0213336

Assignment of Operating Rights

(Title of Document)

This page added to provide additional information required by NRS 111.312 Sections 1-2.
(Additional recording fee applies)

This cover page must be typed or printed.

BUREAU OF LAND MANAGEMENT

TRANSFER OF OPERATING RIGHTS (SUBLEASE) IN A
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)

FORM APPROVED
OMB NO. 1004-0034
Expires: April 30, 2009
Lease Serial No.

N-65585

Type or print plainly in ink and sign in ink.

PART A: TRANSFER

1. Transferee (Sublessee)*
Street
City, State, ZIP Code

SEE ATTACHED ASSIGNEE LIST

1a. Transferor **Herrin Expiration, LLC**

*If more than one transferee, check here and list the name(s) and address(es) of all additional transferees on page 2 of this form or on a separate attached sheet of paper.

This transfer is for: (Check one) Oil and Gas Lease, or Geothermal Lease

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

2. This transfer (sublease) conveys the following interest:

Land Description <small>Additional space on page 2, if needed. Do not submit documents 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
	b	c	d	e	f
a Township 27 North, Range 51 East Section 23: All Section 24: All Section 25: All Section 26: All Containing 2560.00 gross acres, more or less Eureka County, Nevada	12.50%	12.50%	0.00%	0.00%	Of Record

FOR BLM USE ONLY - DO NOT WRITE BELOW THIS LINE

THE UNITED STATES OF AMERICA

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

Transfer approved effective _____

By _____ Bureau of Land Management (BLM) _____ (Title) _____ (Date)

(Continued on page 2)

United States
Department of the Interior
Bureau of Land Management

TRANSFER OF OPERATING RIGHTS IN A LEASE
FOR OIL AND GAS OR GEOTHERMAL RESOURCES

Eureka County, Nevada

LEASE SERIAL NO. N-65585

TRANSFEROR: HERRIN EXPLORATION, LLC

PART A.1. ASSIGNMENT

<u>TRANSFeree*:</u>	<u>INTEREST CONVEYED</u>
Trail Mountain, Inc. 105 South Fourth Street Artesia, NM 88210	1.160265%
Yates Drilling Company 105 South Fourth Street Artesia, NM 88210	2.113245%
Abo Petroleum Corporation 105 South Fourth Street Artesia, NM 88210	2.113245%
Myco Industries, Inc. 105 South Fourth Street Artesia, NM 88210	2.113245%
Roy G. Barton, Jr. 1919 N. Turner Street Hobbs, New Mexico 88240	0.833333%
Winn Exploration Co., Inc. 800 N. Shoreline Blvd., 19 th Floor North Tower Corpus Christi, TX 78401-3700	4.166667%
<hr/>	
TOTAL:	12.500000%



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TRANSFEREES

Signature page to the Transfer of Operating Rights of Federal Lease No. N-65585 from Herrin Exploration, LLC., to Trail Mountain, Inc., Yates Drilling Company, Abo Petroleum Corporation, Myco Industries, Inc., Roy G. Barton, Jr. and Winn Exploration Co., Inc

Executed this 3rd day of June, 2009

Trail Mountain, Inc.
105 South Fourth Street
Artesia, NM 88210

By: John A. Yates, Jr.
John A. Yates, Jr., Attorney-in-Fact

Attest: _____

Yates Drilling Company
105 South Fourth Street
Artesia, NM 88210

By: Peyton Yates
Peyton Yates, Attorney-in-Fact

Abo Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

By: John A. Yates, Jr.
John A. Yates, Jr., Attorney-in-Fact

Myco Industries, Inc
105 South Fourth Street
Artesia, NM 88210

By: Sharon Snowden
Sharon Snowden., Attorney-in-Fact

Roy G. Barton, Jr.
1919 N. Turner Street
Hobbs, New Mexico 88240

By: Roy G. Barton, Jr.

Attest: _____

Winn Exploration Co., Inc.
800 N. Shoreline Blvd.,
19th floor North Tower
Corpus Christi, TX 78401-3700

By: Michael W. Calley
Michael W. Calley
Executive Vice President

Acknowledgment page to Transfer of Operating Rights of Federal Lease No. N-65585 from Herrin Exploration, LLC., to Trail Mountain, Inc., Yates Drilling Company, Abo Petroleum Corporation, Myco Industries, Inc., Roy G. Barton, Jr. and Winn Exploration Co., Inc.

ACKNOWLEDGMENT

STATE OF NEW MEXICO)
) ss.
COUNTY OF EDDY)

The foregoing instrument was acknowledged before me this 3rd day of June, 2008 by John A. Yates, Jr., as Attorney-in-Fact of Trail Mountain, Inc.; Sharon Snowden, Attorney-in-Fact of Myco Industries, Inc.; by Peyton Yates, Attorney-in-Fact of Yates Drilling Company; John A. Yates, Jr., Attorney-in-Fact of Abo Petroleum Corporation, New Mexico corporations, on behalf of said corporations.

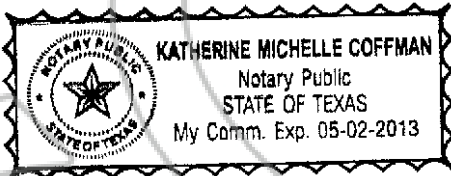


OFFICIAL SEAL
Melinda Natividad
NOTARY PUBLIC-STATE OF NEW MEXICO
My commission expires: 5-17-11

Melinda Natividad
Notary Public

STATE OF TEXAS)
) ss.
COUNTY OF NUECES)

The foregoing instrument was acknowledged before me this 11th day of May, 2008 by Michael W. Calley as, Executive Vice President Winn Exploration Co., Inc., a Texas Corporation, on behalf of said Corporation)



Katherine M. Coffman
Notary Public

STATE OF NEVADA)
) ss.
COUNTY CLARK)

The foregoing instrument was acknowledged before me this 22 day of May, 2008 by Roy G. Barton Jr as, _____ for Roy G. Barton, Jr.

[Signature]
Notary Public

