

Form 3106 - 5
(October 1982)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
**ASSIGNMENT AFFECTING RECORD TITLE
TO OIL AND GAS LEASE**

FORM APPROVED
OMB NO. 1004-0034
Expires: August 31, 1985

Lease Serial No.
N 26598

Lease effective date
April 1, 1981

FOR BLM OFFICE USE ONLY

New Serial No.

REC'D
DIAMOND SHAMROCK
LEASE

PART I

1. Assignee's Name

Diamond Shamrock Exploration Company

Address (include zip code)

P. O. Box 631, Amarillo, Texas 79173

The undersigned, as owner of 100% percent of the record title of the above-designated oil and gas lease, hereby transfers and assigns to the assignee shown above, the record title interest in and to such lease as specified below.

2. Describe the lands affected by this assignment

Assignment approved as to lands described below

Township 4 South - Range 57 East, MDM

Section 35: A11
Section 36: A11

Township 4 South - Range 58 East, MDM

Section 31: A11
Section 32: A11

A11 unsurveyed
As per Protraction Diagram #238

Containing 2560.00 acres, more or less
Located in Lincoln County, Nevada

SAME AS ITEM 2

3. Specify interest or percent of assignor's record title interest being conveyed to assignee	50%
4. Specify interest or percent of record title interest being retained by assignor, if any	50%
5. Specify overriding royalty being reserved by assignor	None
6. Specify overriding royalty previously reserved or conveyed, if any	5% of 8/8ths

7. If any payments out of production have previously been created out of this lease, or if any such payments are being reserved under this assignment, attach statement giving full details as to amount, method of payment, and other pertinent terms as provided under 43 CFR 3106.

It is agreed that the obligation to pay any overriding royalties or payments out of production of oil created herein, which, when added to existing royalties or payments out of production previously created and to the royalty payable to the United States, aggregate in excess of 17 1/2 percent, shall be suspended when the average production of oil per well per day averaged on the monthly basis is 15 barrels or less.

I CERTIFY That the statements made herein are true, complete, and correct to the best of my knowledge and belief and are made in good faith.

Executed this 29th day of August, 1985.
MOORE McCORMACK ENERGY INC.

C.D. Gray
(Assignor's Signature)

C.D. Gray, Senior Vice President/Exploration

12790 Merit Drive, Suite 800

(Assignor's Address)

Dallas, Texas 75251-1270
(City) (State) (Zip Code)

Title 18 U.S.C., Section 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.

THE UNITED STATES OF AMERICA

Assignment approved effective AUG 01 1985

By *M. S. Smith*
(Authorized Officer)

Request for Approval of Assignment Filed
in Lead Case N-26595

Chief, Branch of Lands
& Minerals Operations

JUL 18 1985

(Title)

(Date)

NOTE: This form may be reproduced provided that copies are exact reproductions on one sheet of 8 1/2" x 11" paper in accordance with provisions of 43 CFR 3106.

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PART II

ASSIGNEE'S REQUEST FOR APPROVAL OF ASSIGNMENT

- A. ASSIGNEE CERTIFIES THAT the assignee and all other parties in interest (as defined in 43 CFR 3100.0-5(b)) in this assignment are:
1. Citizens of the United States or qualified alien stockholders in a domestic corporation; associations of the United States; or any State or Territory thereof; or municipalities.
 2. Of the age of majority in the State where the lands to be assigned are located.
 3. In compliance with the acreage limitation set forth in 43 CFR 3101.1-5 and 3101.2-4.
- B. ASSIGNEE AGREES That, upon approval of this assignment by the authorized officer of the Bureau of Land Management, he will be bound by the terms and conditions of the lease described herein as to the lands covered by this assignment, including, but not limited to, the obligation to pay all rentals and royalties due and accruing under said lease, to condition all wells for proper abandonment, to restore the leased lands upon completion of any drilling operations as prescribed in the lease, and to furnish and maintain such bond as may be required by the lessor to assure compliance with the terms and conditions of the lease and the applicable regulations.
- C. IT IS HEREBY CERTIFIED That the statements made herein are true, complete, and correct to the best of undersigned's knowledge and belief and are made in good faith.

Executed this _____ day of _____, 19____
 DIAMOND SHAMROCK EXPLORATION COMPANY

(Assignee's Signature)

P. O. Box 631

(Assignee's Address)

Amarillo, Texas 79173
 (City) (State) (Zip Code)

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INSTRUCTIONS

1. USE OF FORM - Use only for assignment of record title interest in oil and gas leases. If more than one assignment is made out of a lease, a separate instrument of transfer is required for each assignment. A separate instrument of assignment shall be used for each lease out of which an assignment is made.
2. FILING AND NUMBER OF COPIES - File three (3) completed and manually signed copies in the appropriate BLM office. A \$25.00 nonrefundable filing fee *must* accompany the assignment. File assignment within ninety (90) days *after* date of final execution.
3. EFFECTIVE DATE OF ASSIGNMENT - Assignment, if approved, takes effect on the first day of the month following the date of filing of *all* required papers. If bond is necessary, it *must* be furnished prior to approval of the assignment.
4. EFFECT OF ASSIGNMENT - Approval of assignment of a definitely described portion of the leased lands creates separate leases of the retained and the assigned portions. It does *not* change the terms and conditions of the lease or the lease anniversary date for purposes of payment of annual rental.
5. A copy of the lease out of which this assignment is made should be obtained from the assignor.

NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this assignment and request for approval.

AUTHORITY: 30 U.S.C. 181 et. seq.

PRINCIPAL PURPOSE - The information is to be used to process the assignment and request for approval.

ROUTINE USES:

- (1) The adjudication of the assignee's rights to the land or resources.
- (2) Documentation for public information in support of notations made on land status records for the management, disposal, and use of public lands and resources.
- (3) Transfer to appropriate Federal agencies when concurrence is required prior to granting a right in public lands or resources.
- (4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.

EFFECT OF NOT PROVIDING INFORMATION - If all the information is not provided, the assignment may be rejected.

The Paperwork Reduction Act of 1980 (44 U.S.C. 3501 et seq.) requires us to inform you that:

Bureau of Land Management collects this information pursuant to the law (see 43 CFR 3106-3(c)).

Bureau of Land Management uses the information to create a record of lease assignment and to determine the qualifications of assignees.

A Federal lessee is obligated to report this information under provisions of 43 CFR 3106.

REASSIGNMENT RIDER

Assignees accept this Assignment with the express understanding that its provisions will apply to any renewal, exchange, extension or alteration of the basic lease, in whole or in part. If the Assignees, their successors or assigns, should at any time desire to release, relinquish, surrender, or let expire said Oil and Gas Lease as to all or any portion of the described lands, Assignees shall notify Assignor in writing at least forty-five (45) days in advance of the proposed release, relinquishment, surrender or expiration date. Assignor shall have the right within fifteen (15) days after receipt of any such notice to elect to take reassignment of said Oil and Gas Lease, or any portion thereof. In the event Assignor so elects, he shall notify Assignees in writing within said fifteen (15) day period, and Assignees shall reassign to Assignor the interest which Assignees have elected to release, relinquish, surrender or let expire. However, Assignees shall not be liable in damages for clerical error, mistake or oversight.

Suzanne D. Bucy and spouse, M. Peyton Bucy
Assignor
811 Denver Center Building
Denver, CO 80203

15. 3093

FILED AND RECORDED AT REQUEST OF
Diamond Shamrock Exp. Co.

AUG. 6, 1985

AT 45 MINUTES PAST 11 O'CLOCK

A.M. IN BOOK 66 OF OFFICIAL

RECORDS, PAGE 517 LINCOLN

COUNTY, NEVADA.

YURIKO SETZER

COUNTY RECORDER

BOOK

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Mrs. Cordie Haputy