

Lincoln County

PROSPECT: BULL VALLEY

RELEASE OF OIL AND GAS LEASE

STATE OF NEVADA
COUNTY OF LINCOLN

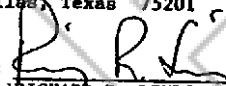
The undersigned does hereby release, relinquish, and surrender all of its right, title and interest in the Oil and Gas Lease described in Exhibit "A", attached hereto, as to all lands covered by said Lease.

Dated this 19th day of August, 1987.

ROSEWOOD RESOURCES, INC.
Suite 300
200 Crescent Court
Dallas, Texas 75201

ATTEST:


GARY TARABA
Assistant Secretary

BY: 
RICHARD R. LINDSLY
Vice President

STATE OF TEXAS
COUNTY OF DALLAS

Before me, the undersigned authority, Notary Public in and for the aforesaid County and State, on this 19th day of August, 1987, personally appeared RICHARD R. LINDSLY, to me known, who declared and acknowledged to me that he is the Vice President of ROSEWOOD RESOURCES, INC., and that he executed the foregoing instrument on behalf of the corporation by and with the authority of the Board of Directors of said corporation and as its free act and deed for the purposes therein expressed.

My Commission Expires:
2-22-89


MAXINE D. NELSON, Notary Public
In and For the State of Texas



Lincoln County

EXHIBIT "A"

PAGE 1 OF 1 PAGE(S)

ATTACHED TO AND MADE A PART OF THAT CERTAIN RELEASE
OF OIL AND GAS LEASE DATED AUGUST 19, 1987 BY ROSEWOOD RESOURCES, INC.

PROSPECT: BULL VALLEY-79--*
LEASE NO: 13-NV-E21-0062-00-A
OTHER NO: 60506200
LESSOR: USA N-18237
LESSEE: GRANT I. GAETH
LEASE DATE: 10/01/80
EFFECTIVE DATE: 10/01/80
EXPIRATION OF PRIMARY TERM: 09/30/90
RECORDED: BK/VOL.- PAGE- NO.-
LINCOLN CTY
NV

DESCRIPTION:
T7S, R71E, SECTION 5: ALL
6: ALL
LINCOLN COUNTY, NEVADA

END OF EXHIBIT

No. 87681
FILED AND RECORDED AT REQUEST OF
Rosewood Resources, Inc.
10 September 1987
AT 32 MINUTES PAST 2 O'CLOCK
76 M IN BOOK 76 OF OFFICIAL
RECORDS, PAGE 677 LINCOLN
COUNTY, NEVADA
Frank C. Hulse
COUNTY RECORDER
Frank C. Hulse

BOOK 76 PAGE 678