

Lease No. 77929

SURRENDER OF OIL AND GAS LEASE IN WHOLE

WHEREAS, Under date of December 1, 1991, the Secretary of the Interior of the United States, pursuant and subject to the terms and provisions of the Act of Congress, approved February 25, 1920 (41 Stat. 437), as amended, issued that certain Oil and Gas Lease bearing Serial Number N-55177 to D. M. Yates, recorded in Book 100, Page 463 of the records of Lincoln County, Nevada, and covering the following described lands situated in Lincoln County, Nevada, to-wit:

Township 1 North, Range 65 East  
Section 15: All  
Section 22: All  
Section 27: N/2, SW/4, N/2SE/4, SW/4SE/4  
Section 34: NW/4NW/4, S/2N/2, S/2  
Containing 2,400.00 acres, more or less

WHEREAS, Hunt Oil Company of Nevada, 1445 Ross at Field, Dallas, Texas 75202, and Winn Exploration Co. Inc., One Shoreline Plaza, 19th Floor - North Tower, 800 North Shoreline Boulevard, Corpus Christi, Texas 78401, are the present owners and holders of said Oil and Gas Lease and all rents, royalties, and other obligations due and payable under said lease have been duly paid to the United States of America and there is not now due or owing any wages or monies to workmen employed in operations conducted on the above described lands, and the public interest will not be impaired if said lease is surrendered in its entirety; and full provisions for the conservation and protection of the said property have been made by the Assignee; and

WHEREAS, Hunt Oil Company of Nevada and Winn Exploration Co., Inc. now desire to surrender to the United States of America, pursuant to the right of surrender, contained in said lease, all of the above described lands.

NOW, THEREFORE, for and in consideration of the premises, the undersigned, Hunt Oil Company of Nevada and Winn Exploration Co., Inc., the present owners of said lease, do hereby surrender, release, assign and relinquish to the United States of America all of their right, title and interest in and to the lands described above.

IN WITNESS WHEREOF, this instrument is executed this 24 day of December 1996.

HUNT OIL COMPANY OF NEVADA

By: [Signature]  
Thomas J. Cwikla  
Vice President-Exploration

WINN EXPLORATION CO., INC.

By: [Signature]  
Michael W. Callery, P.E.

STATE OF TEXAS §

COUNTY OF DALLAS §

This instrument was acknowledged before me on December 24, 1996, by Thomas J. Cwikla, Vice President-Exploration of HUNT OIL COMPANY OF NEVADA, a Nevada corporation, on behalf of said corporation.

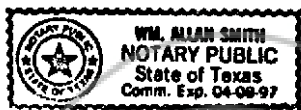


Pam Waters  
Notary Public

STATE OF TEXAS §

COUNTY OF Wheeler §

This instrument was acknowledged before me on December 24, 1996, by Michael W. Colley, Vice President of WINN EXPLORATION CO., INC., on behalf of said corporation.



W. Alan Smith  
Notary Public

NO. 106692  
FILED AND RECORDED AT THE REQUEST  
OF HUNT OIL COMPANY OF NEVADA  
ON DECEMBER 30, 1996 AT 40 MINUTES  
PAST 9 O'CLOCK A.M. IN BOOK 123,  
PAGE 159, OFFICIAL RECORDS,  
LINCOLN COUNTY NEVADA.

YURIKO SETZER, RECORDER  
BY Julie Knecher DEPUTY