

Form 3000-3
(January 1996)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0034
Expires: September 30, 1998

ASSIGNMENT OF RECORD TITLE INTEREST 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)

Lease Serial No.
N-52234
Lease Effective Date
(Anniversary Date)
December 1, 1989
New Serial No.

Type or print plainly in ink and sign in ink.

PART A: ASSIGNMENT

1. Assignee* Diversified Title, Inc.
Street 10915 Snow Cloud Trail
City, State, ZIP Code Littleton, CO 80125

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

This record title assignment is for: (Check one) Oil and Gas Lease, or Geothermal Lease

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

2. This assignment conveys the following interest:

| Land Description <small>Additional space on reverse, 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 | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|----------|----------|----------------------------------------------------|---------------------------------|
| | Owred | Conveyed | Retained | Reserved | Previously reserved or conveyed |
| a | b | c | d | e | f |
| Township 2 South, Range 57 East, MDM Section 1: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ Section 2: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ Section 12: All Containing 1921.20 acres more or less Lincoln County, Nevada | 100% | 100% | -0- | -0- | 5% |
| ***SEE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF*** | | | | | |

FOR BLM USE ONLY—DO NOT WRITE BELOW THIS LINE
UNITED STATES OF AMERICA

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

Assignment approved for above described lands;

Assignment approved for attached land description

Assignment approved effective _____

Assignment approved for land description indicated on reverse of this form.

3006 143 86

By _____

Part A (Continued): ADDITIONAL SPACE for Names and addresses of additional assignees in item No. 1, if needed, or for Land Description in item No. 2, if needed.

PART B: CERTIFICATION AND REQUEST FOR APPROVAL

- 1. The Assignor certifies as owner of an interest in the above designated lease that he/she hereby assigns to the above assignee(s) the rights specified above.
- 2. Assignee certifies as follows: (a) Assignee is a citizen of the United States; an association of such citizens; a municipality; or a corporation organized under the laws of the United States or of any State or territory thereof. For the assignment of NPR-A leases, assignee is a citizen, national, or resident alien of the United States or association of such citizens, nationals, resident aliens or private, public or municipal corporations. (b) Assignee is not considered a minor under the laws of the State in which the lands covered by this assignment are located; (c) Assignee's chargeable interests, direct and indirect, in each public domain and acquired lands separately in the same State, do not exceed 246,080 acres in oil and gas leases (of which up to 200,000 acres may be in oil and gas options), or 300,000 acres in leases in each leasing District in Alaska of which up to 206,000 acres may be in options, if this is an oil and gas lease issued in accordance with the Mineral Leasing Act of 1920, or 51,200 acres in any one State if this is a geothermal lease; (d) All parties holding an interest in the assignment are otherwise in compliance with the regulations (43 CFR Group 3100 or 3200) and the authorizing Acts; (e) Assignee is in compliance with reclamation requirements for all Federal oil and gas lease holdings as required by sec. 17(g) of the Mineral Leasing Act; and (f) Assignee is not in violation of sec. 41 of the Mineral Leasing Act.
- 3. Assignee's signature to this assignment constitutes acceptance of all applicable terms, conditions, stipulations and restrictions pertaining to the lease described herein.

For geothermal assignments, an overriding royalty may not be less than one-fourth (1/4) of one percent of the value of output, nor greater than 50 percent of the rate of royalty due to the United States when this assignment is added to all previously created overriding royalties (43 CFR 3241).

I certify that the statements made herein by me are true, complete, and correct in the best of my knowledge and belief and are made in good faith.

Executed this 27th day of July, 19 89 Executed this 27th day of July, 19 99

Name of Assignor as shown on current lease Messalk Energy, Inc. Please type or print

DIVERSIFIED TITLE, INC.

Assignor or Gerald D. Klassen (Signature) President

Assignee or Lane M. Jungers (Signature) President

Attorney-in-fact (Signature)

Attorney-in-fact (Signature)

1615 California, Suite 702 (Assignor's Address)

Denver, CO 80202 (City) (State) (Zip Code)

Public reporting burden for this form is estimated to average 30 minutes per response including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, Bureau Clearance Officer (DW-110), Denver Federal Center, Building 40, P.O. Box 25047, Denver, CO 80225-0047 and the Office of Management and Budget, Paperwork Reduction Project (1004-0034), Washington, D.C. 20503.

Title 18 U.S.C. Sec. 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.

Exhibit "A"

Attached to and Made a Part of that Certain Assignment of Oil and Gas Leases
Dated this 27th day of July, 1999

N-52236
Effective December 1, 1989
Township 2 South, Range 57 East, MDM
Section 26: All
Section 27: All
Section 34: All
Section 35: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52238
Effective December 1, 1989
Township 2 South, Range 57 East, MDM
Section 36: All
Containing 640.00 acres more or less
Lincoln County, Nevada

N-52239
Effective December 1, 1989
Township 3 South, Range 57 East, MDM
Section 1: Lots 1-4, S2N2, S2
Section 2: Lots 1-4, S2N2, S2
Section 3: Lots 1-4, S2N2, SW4, N2SE4, SW4SE4
Section 4: Lots 1-4, S2N2, S2
Containing 2522.38 acres more or less
Lincoln County, Nevada

N-52254
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 3: Lots 1-4, S2N2, S2
Section 4: Lots 1-4, S2N2, S2
Containing 1283.20 acres more or less
Lincoln County, Nevada

N-52255
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 5: Lots 1-4, S2N2, S2
Section 6: Lots 1-7, S2NE4, SE4NW4, E2SW4, SE4

Exhibit "A"

Section 7: Lots 1-4, E2, E2W2
Section 8: All
Containing 2520.66 acres more or less
Lincoln County, Nevada

N-52256
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 9: All
Section 10: All
Section 11: All
Section 12: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52257
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 13: All
Section 14: All
Section 15: All
Section 16: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52258
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 17: All
Section 18: Lots 1-4, E2, E2W2
Section 19: Lots 1-4, E2, E2W2
Section 20: All
Containing 2530.08 acres more or less
Lincoln County, Nevada

N-52265
Effective December 1, 1989
Township 3 South, Range 58 East, MDM
Section 9: All
Section 10: All
Section 11: All
Section 12: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52655
Effective April 1, 1990
Township 1 North, Range 58 East, MDM
Section 1: Lots 1-4, S2N2, S2
Section 12: All
Section 13: All
Containing 1919.72 acres more or less

Exhibit "A"

Lincoln County, Nevada

N-52656

Effective April 1, 1990
Township 1 North, Range 58 East, MDM
Section 2: Lots 1-4, S2N2, S2
Section 11: All
Section 14: All
Containing 1920.56 acres more or less
Lincoln County, Nevada

N-52658

Effective April 1, 1990
Township 1 North, Range 58 East, MDM
Section 24: E2, E2NW4, SW4
Section 25: All
Section 36: All
Containing 1840.00 acres more or less
Lincoln County, Nevada

N-52680

Effective April 1, 1990
Township 1 North, Range 59 East, MDM
(Pro Dia 173)
Section 29: All
Section 30: All
Section 31: All
Section 32: All
Containing 2387.00 acres more or less
Lincoln County, Nevada

N-52684

Effective April 1, 1990
Township 1 South, Range 58 East, MDM
Section 34: All
Section 35: All
Section 36: All
Containing 1920.00 acres more or less
Lincoln County, Nevada

N-52240

Effective December 1, 1989
Township 3 South, Range 57 East, MDM
Section 5: Lots 1-4, S2N2, S2
Section 6: Lots 1-7, S2NE4, SE4NW4,
E2SW4, SE4
Section 7: Lots 1-4, E2, E2W2
Section 8: All
Containing 2542.57 acres more or less
Lincoln County, Nevada

N-52241

Exhibit "A"

Effective December 1, 1989
Township 3 South, Range 57 East, MDM
Section 9: All
Section 10: All
Section 11: All
Section 12: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52242
Effective December 1, 1989
Township 3 South, Range 57 East, MDM
Section 13: All
Section 14: All
Section 15: All
Section 16: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52243
Effective December 1, 1989
Township 3 South, Range 57 East, MDM
Section 17: All
Section 18: Lots 1-4, E2, E2W2
Section 19: Lots 1-4, E2, E2W2
Section 20: All
Containing 2550.32 acres more or less
Lincoln County, Nevada

N-52253
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 1: Lots 1-4, S2N2, S2
Section 2: Lots 1-4, S2N2, S2
Containing 1280.16 acres more or less
Lincoln County, Nevada

N-52259
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 21: All
Section 22: All
Section 23: All
Section 24: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52260
Effective December 1, 1989
Township 2 South, Range 58 East, MDM

Exhibit "A"

Section 25: All
Section 26: All
Section 27: All
Section 28: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52261
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 29: All
Section 30: Lots 1-4, E2, E2W2
Section 31: Lots 1-4, E2, E2W2
Section 32: All
Containing 2538.23 acres more or less
Lincoln County, Nevada

N-52262
Effective December 1, 1989
Township 2 South, Range 58 East, MDM
Section 33: All
Section 34: All
Section 35: All
Section 36: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52264
Effective December 1, 1989
Township 3 South, Range 58 East, MDM
Section 5: Lots 1-4, S2N2, S2
Section 6: Lots 1-7, S2NE4, SE4NW4,
E2SW4, SE4
Section 7: Lots 1-4, E2, E2W2
Section 8: All
Containing 2551.16 acres more or less
Lincoln County, Nevada

N-52676
Effective April 1, 1990
Township 1 South, Range 57 East, MDM
Section 25: All
Section 26: All
Section 35: All
Section 36: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

N-52677
Effective April 1, 1990
Township 1 South, Range 58 East, MDM
Section 1: Lots 1-4, S2N2, S2
Section 2: Lots 1-4, S2N2, S2

Exhibit "A"

Section 3: Lots 1-4, S2N2, S2
Containing 1807.36 acres more or less
Lincoln County, Nevada

N-52678
Effective April 1, 1990
Township 1 South, Range 58 East, MDM
Section 10: All
Section 11: All
Section 12: All
Containing 1920.00 acres more or less
Lincoln County, Nevada

N-52679
Effective April 1, 1990
Township 1 South, Range 58 East, MDM
Section 13: All
Section 14: All
Section 15: All
Containing 1920.00 acres more or less
Lincoln County, Nevada

N-52682
Effective April 1, 1990
Township 1 South, Range 58 East, MDM
Section 25: All
Section 26: All
Section 27: All
Containing 1920.00 acres more or less
Lincoln County, Nevada

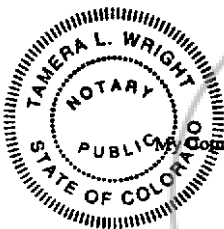
N-53100
Effective July 1, 1990
Township 1 South, Range 58 East, MDM
Section 8: All
Section 9: All
Section 16: All
Section 17: All
Containing 2560.00 acres more or less
Lincoln County, Nevada

ACKNOWLEDGMENT (for use by corporation)

STATE OF: COLORADO }
COUNTY OF: DENVER }

On the 27th day of July, 1999, before me personally appeared Gerald D. Klassen, to me personally known, who, being by me duly sworn, did say that he is the President of Nessalk Energy, Inc., and that the seal affixed is the corporate seal of said corporation and that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors, and said Gerald D. Klassen acknowledged said instrument to be the free act and deed of said corporation.

Witness my hand and seal the 27th day of July, 1999.



Tamera L. Wright

Notary Public

1534 California, Denver, Colorado
Address

MY COMMISSION EXPIRES
02/18/2001

Commission Expires:

NO. 113132

FILED AND RECORDED AT REQUEST OF
Nessalk Energy Inc
July 30, 1999

45 MINUTES PAST 02 O'CLOCK
PM IN BOOK 143 OF OFFICIAL
RECORDS PAGE 86 LINCOLN
COUNTY, NEVADA.

Leslie Boucher
COUNTY RECORDER

By Debra Secura Deputy