

ASSIGNMENT OF INTEREST IN OIL AND GAS LEASES

STATE OF NEBRASKA, §  
 COUNTY OF GAGE, §

KNOW ALL MEN BY THESE PRESENTS:

THAT, TEXAS AMERICAN OIL CORPORATION, a Delaware corporation, whose address is 300 West Wall, Suite 400, Midland, Texas 79701 (hereinafter referred to as "ASSIGNOR"), for and in consideration of the sum of Ten Dollars and no/100 (\$10.00) and other good and valuable consideration, to it in hand paid by MAGNESS PETROLEUM CORPORATION, a corporation, whose corporate offices are located at 2305 N.W. Grand Boulevard, Oklahoma City, Oklahoma, 73116 (hereinafter referred to as "ASSIGNEE"), the receipt and sufficiency of which is hereby acknowledged, does hereby grant, sell, assign, transfer and convey unto said ASSIGNEE, its successors and assigns, all its right, title and interest in and to the oil and gas leases described on Exhibit "A", attached hereto and made a part hereof;

SAVE AND EXCEPT, however, ASSIGNOR, reserves unto itself, its successors and assigns, an overriding royalty interest of 2.03125 percent (or decimal .0203125) in and to all of the oil, gas and other hydrocarbons and any other minerals which may be produced, saved and sold from the oil and gas leases described on Exhibit "A".

The interest assigned to ASSIGNEE hereunder shall be subject to the royalty interest provided for in the oil and gas leases described herein, and shall also be subject to the overriding royalty interests previously conveyed (and as amended) to MAR MAR MINERALS and SUN-BELT ROYALTIES, in addition to the overriding royalty interest reserved by ASSIGNOR herein.

~~The interest assigned hereunder and the reservation made herein shall be proportionately reduced so as to accord with the actual total fractional interest actually owned by ASSIGNOR.~~

This Assignment is made without warranty of title either express or implied.

EXECUTED this 28th day of August, 1986.

ATTEST

TEXAS AMERICAN OIL CORPORATION

By: Doyle Raney  
 Doyle Raney, Ass't. Secretary

By: William F. Judd  
 William F. Judd, President

STATE OF TEXAS, §  
 COUNTY OF MIDLAND, §

BEFORE ME, the undersigned authority, on this day personally appeared WILLIAM F. JUDD, known to me to be the person whose name is subscribed to the foregoing instrument, as President of TEXAS AMERICAN OIL CORPORATION, a Delaware corporation, and acknowledged to me that he executed the same for the purposes and consideration therein expressed, in the capacity stated, and as the act and deed of said corporation.

GIVEN under my hand and seal of office this 28th day of August, 1986.

My Commission Expires:

July 28, 1988

Beth Lawless  
 Beth Lawless, Notary Public in and for  
 the State of Texas

EXHIBIT "A"  
Gage County, Nebraska

Attached hereto and made a part hereof of that certain Assignment of Interest in Oil and Gas Leases from Texas American Oil Corporation to Magness Petroleum Corporation, executed August 28, 1986

TAO #: 4585  
LESSOR: Melvern G. Brod Et Ux  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: February 27, 1985  
RECORDED: Book 65 Page 799  
DESCRIPTION: W/2 NE Section 28; SW, N/2 SE Section 34-3N-5E

TAO #: 4666  
LESSOR: David B. Spilker Et Ux  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: January 13, 1983  
RECORDED: Book 66 Page 191  
DESCRIPTION: NE/4 Section 12-5N-5E

TAO #: 4665  
LESSOR: Ivan Deboer Et Vir  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: January 13, 1983  
RECORDED: Book 66 Page 189  
DESCRIPTION: NW/4 Section 1-5N-5E

TAO #: 4664  
LESSOR: Hylo Farms, Inc.  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: January 13, 1983  
RECORDED: Book 66 Page 193  
DESCRIPTION: SW/4 Section 6-5N-6E, NW/4 Section 7-5N-6E, SE/4 Section 25-6N-5E, W/2 NE/4 & E/2 NW/4 Section 36-6N-5E

TAO #: 4663  
LESSOR: Marvin Spilker, Et Ux  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: January 13, 1983  
RECORDED: Book 66 Page 187  
DESCRIPTION: NW/4 Section 17-5N-6E

TAO #: 4032  
LESSOR: Gilbert Niemeyer Et Ux  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: December 17, 1982  
RECORDED: Book 63 Page 122  
DESCRIPTION: S/2 SW Section 12-5N-5E & PT Section 18-5N-6E (More fully described in lease)

TAO #: 4036  
LESSOR: Ben H. Spilker Et Ux  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: January 13, 1983  
RECORDED: Book 63 Page 124  
DESCRIPTION: S/2 NW & N/2 SW Section 12-5N-5E

TAO #: 4038  
LESSOR: Melvin Holsing Et Ux  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: January 13, 1983  
RECORDED: Book 63 Page 126  
DESCRIPTION: SE Section 27-6N-5E, & NE, NWSE Section 10-5N-5E

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EXHIBIT "A"  
Gage County, Nebraska (Cont'd)

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TAO #: 4045  
LESSOR: Thimm and Sons, Inc.  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 21, 1982  
RECORDED: Book 63 Page 149  
DESCRIPTION: NW Section 28-3N-5E, & SE Section 29-3N-5E

TAO #: 4046  
LESSOR: Melvin Holsing Et Ux  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 1, 1982  
RECORDED: Book 63 Page 151  
DESCRIPTION: PTS Section 3 & 11-5N-5E & NW Section 8-5N-6E (More fully described in lease)

TAO #: 4644  
LESSOR: Judy Spilker Et Vir  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: January 13, 1983  
RECORDED: Book 6 Page 166-167  
DESCRIPTION: SE Section 1-5N-5E

TAO #: 4645  
LESSOR: Marcia L. Spilker Et Al  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: January 13, 1983  
RECORDED: Book 6 Page 164-165  
DESCRIPTION: NE Section 1-5N-5E

EXHIBIT "A"  
Gage County, Nebraska (Cont'd)

TAO #: 3080  
LESSOR: John P. Hieronvmus and Glennys L. Hieronvmus, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: September 28, 1982  
RECORDED: Book 62 Page 717  
DESCRIPTION: PT Section 2-5N-5E and SE/4, S/2 NE/4 Section 33-6N-5E

TAO#: 3081  
LESSOR: Dennis G. Uhlman and Dorothy L. Uhlman, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: September 28, 1982  
RECORDED: Book 62 Page 719  
DESCRIPTION: N/2 NE/4 Section 33-6N-5E

TAO #: 3082  
LESSOR: Charles W. Schuerman, Guardian for Fred Weber  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 1, 1982  
RECORDED: Book 62 Page 725  
DESCRIPTION: PT Section 7-5N-6E and E/2 NW/4 Section 18-5N-6E

TAO #: 3083  
LESSOR: Kenneth C. Schuerman and Dorothy E. Schuerman, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: September 25, 1982  
RECORDED: Book 62 Page 729  
DESCRIPTION: N/2 NW/4 Section 31-6N-6E

TAO #: 3084  
LESSOR: Alvin H. Elscher  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: September 27, 1982  
RECORDED: Book 62 Page 721  
DESCRIPTION: W/2 W/2, W/2 E/2 SW/4 Section 36-6N-5E

TAO #: 3085  
LESSOR: Rankin D. Duitsman and Sadie Duitsman, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 6, 1982  
RECORDED: Book 62 Page 727  
DESCRIPTION: NE/4 Section 16-5N-6E

TAO #: 3086  
LESSOR: Oran Obering and A. Judy Obering, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 5, 1982  
RECORDED: Book 62 Page 723  
DESCRIPTION: NE/4 Section 8-5N-6E

TAO #: 3088  
LESSOR: Lorenz E. Niemeyer  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: September 29, 1982  
RECORDED: Book 62 Page 737  
DESCRIPTION: SW/4, S/2 SE/4 Section 31-6N-6E and N/2 NW/4 Section 6-5N-6E

TAO #: 3089  
LESSOR: Bruce D. Hoch and Elizabeth Koch H/W and Lorene Koch  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 4, 1982  
RECORDED: Book 62 Page 740  
DESCRIPTION: NW/4 Section 34-6N-5E

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EXHIBIT "A"  
Gage County, Nebraska (Cont'd)

TAO #: 3089.1  
LESSOR: Terry Koch and Jacqueline Koch H/W, Doyle Koch and Corinne Koch and Rodney Koch H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 5, 1982  
RECORDED: Book 62 Page 775  
DESCRIPTION: NW/4 Section 34-6N-5E

TAO #: 3090  
LESSOR: Clarence F. Heller and LaSetta Heller H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 4, 1982  
RECORDED: Book 62 Page 745  
DESCRIPTION: NW/4 Section 35-6N-5E

TAO #: 3091  
LESSOR: Paul Heller, Individually and as Attorney in Fact for Edward Heller and Carol Heller, H/W and Glenna Heller, his wife  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 6, 1982  
RECORDED: Book 62 Page 747  
DESCRIPTION: S/2 NE/4 Section 35-6N-5E

TAO #: 3092  
LESSOR: Ervin H. Muller and Anna F. Muller, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 7, 1982  
RECORDED: Book 62 Page 749  
DESCRIPTION: N/2 NE/4 Section 31-6N-6E

TAO #: 3093  
LESSOR: Lillie Hlemke; Delmer J. Hlemke and Eileen Hlemke, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 12, 1982  
RECORDED: Book 62 Page 751  
DESCRIPTION: NW/4 Section 5-5N-6E

TAO #: 3094  
LESSOR: Glen F. Hasenohr and Shriley R. Hasenohr, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 5, 1982  
RECORDED: Book 62 Page 753  
DESCRIPTION: SE/4 Section 8-5N-6E

TAO #: 3095  
LESSOR: Delmer J. Hlemke and Eileen Helmke, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 12, 1982  
RECORDED: Book 62 Page 754  
DESCRIPTION: E/2 Section 5-5N-6E

TAO #: 3175  
LESSOR: Henry A. Roehr and Evelyn C. Roehr, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 12, 1982  
RECORDED: Book 62 Page 777  
DESCRIPTION: SE/4 Section 2 and E/2 SE/4 Section 3-5N-5E

TAO #: 3176  
LESSOR: Dorothy Ann Niemeyer, Trustee for the Niemeyer Family Trust  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 4, 1982  
RECORDED: Book 62 Page 779  
DESCRIPTION: SW/4 Section 1 and N/2 NW/4 Section 12-5N-5E

EXHIBIT "A"  
Gage County, Nebraska (Cont'd)

TAO #: 3179  
LESSOR: Tom Bauman and Lena N. Bauman, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 20, 1982  
RECORDED: Book 62 Page 811  
DESCRIPTION: S/2 SW/4, NE/2 SW/4 Section 9-5N-6E

TAO #: 3181  
LESSOR: Donald E. Esau and Jane E. Esau, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 22, 1982  
RECORDED: Book 62 Page 815  
DESCRIPTION: N/2 SW/4 Section 29-3N-5E

TAO #: 3182  
LESSOR: Dora Hasenohr  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 25, 1982  
RECORDED: Book 62 Page 817  
DESCRIPTION: SW/4 Section 8-5N-6E

TAO #: 3183  
LESSOR: Sylvia Henke  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 20, 1982  
RECORDED: Book 62 Page 819  
DESCRIPTION: S/2 SE/4 Section 12-5N-5E

TAO #: 3188  
LESSOR: Daryl R. Uhlman and Barbara Sue Uhlman, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: September 28, 1982  
RECORDED: Book 62 Page 853  
DESCRIPTION: S/2 N/2 Section 31-6N-6E and E/2 E/2 Section 36-6N-5E

TAO #: 3189  
LESSOR: Ernest F. Holsing and Amanda Holsing, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 20, 1982  
RECORDED: Book 62 Page 854  
DESCRIPTION: SW/4 Section 26-6N-5E and E/2 NE/4 Section 34-6N-5E

TAO #: 3190  
LESSOR: Lorenz Pohlmann and Merna Pohlmann, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: November 3, 1982  
RECORDED: Book 62 Page 856  
DESCRIPTION: W/2 NW/4 Section 11-5N-5E

TAO #: 3191  
LESSOR: Edward H. Bauman and Verna Bauman, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 20, 1982  
RECORDED: Book 62 Page 868  
DESCRIPTION: NW/4, NW/4 SW/4 Section 9-5N-6E

TAO #: 3197  
LESSOR: Werner H. Niemeyer and Elna Irene Niemeyer, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 5, 1982  
RECORDED: Book 62 Page 901  
DESCRIPTION: NE/4 Section 7-5N-6E

EXHIBIT "A"  
Gage County, Nebraska (Cont'd)

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TAO #: 4000  
LESSOR: Ervin H. Holsing and Verna L. Holsing, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 4, 1982  
RECORDED: Book 62 Page 742  
DESCRIPTION: S/2 Section 35 and W/2 NE/4 Section 34-6N-5E and Lot 4 (38.64 ac)  
SW/4 NW/4 Section 2 and Lot 1 (38.62 ac), SE/4 NE/4-5N-5E

TAO #: 4000.1  
LESSOR: LaWayne Feit and Barbara Feit, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 15, 1982  
RECORDED: Book 62 Page 860  
DESCRIPTION: Lot 4 (38.64 ac), SW/4 NW/4 Section 2 and Lot 1 (38.62 ac), SE/4  
NE/4 Section 3-5N-5E

TAO #: 4000.2  
LESSOR: Jeff Lindboe and Ruth Lindobe, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 15, 1982  
RECORDED: Book 62 Page 899  
DESCRIPTION: Lot 4 (38.64 ac), SW/4 NW/4 Section 2 and Lot 1 (38.62 ac) SE/4  
NE/4 Section 3-5N-5E

TAO #: 4000.3  
LESSOR: Gene Virus and Janelle Virus, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 15, 1982  
RECORDED: Book 63 Page 8  
DESCRIPTION: Lot 4 (38.64 ac), SW/4 NW/4 Section 2 and Lot 1 (38.62 ac) SE/4  
NE/4 Section 3-5N-5E

TAO #: 4000.4  
LESSOR: Douglas Bro and Glenda Bro, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 15, 1982  
RECORDED: Book 62 Page 813  
DESCRIPTION: Lot 4, (38.64 ac), SW/4 NW/4 Section 2 and Lot 1 (38.62 ac), SE/4  
NE/4 Section 3-5N-5E

TAO #: 4005  
LESSOR: Bartlett Farms, Inc.  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 19, 1982  
RECORDED: Book 62 Page 897  
DESCRIPTION: E/2 Section 21-3N-5E

TAO #: 4007  
LESSOR: Walter Boese and Ruth L. Boese, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: November 10, 1982  
RECORDED: Book 62 Page 893  
DESCRIPTION: PT Section 16-5N-6E (More fully described in lease)

TAO #: 4008  
LESSOR: Damkroger Farms, Inc.  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 28, 1982  
RECORDED: Book 62 Page 895  
DESCRIPTION: N/2 SE/4 Section 12-5N-5E

EXHIBIT "A"  
Gage County, Nebraska (Cont'd)

TAO #: 4013  
LESSOR: Daryl D. Meyer and Barbara L. Meyer, H/W  
LESSEE: Magness Petroleum Corporation and Texas American Oil Corporation  
DATE: October 21, 1982  
RECORDED: Book 63 Page 11  
DESCRIPTION: S/2 SW/4 Section 29-3N-5E

State of Nebraska, Gage County ss. Entered in Numerical Index and filed for record the ..5th.. day of May...., 19..87. at 9:00.. o'clock .. A... M, and recorded in Book 68 .. of ...Miscellaneous..... on page 404.....

*L. E. ...*  
Register of Deeds

NUM 10 28  
X ALIEN X  
PAGE 28

Fee: \$54.00 (Paid \$40.00 — Chg. \$14.00) &:

Return: Andrew J. Magness, 2305 N. W. Grand Blvd., Oklahoma City, Oklahoma 73116

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