



**BP EXPLORATION**

BP Exploration Inc.  
9401 Southwest Freeway  
Suite 1200  
Houston, Texas 77074  
(713) 552-8600

August 17, 1989

**RECEIVED**

**AUG 21 1989**

Minerals Management Service  
Gulf of Mexico OCS Region  
1201 Elmwood Park Blvd.  
New Orleans, Louisiana 70123-2394

Minerals Management Service  
Leasing & Environment

Attention: LaNelle Boehm (LE-3-1)

RE: Filing of Overriding Royalty Interest Assignments  
Ship Shoal, Block 280, OCS-G 10788  
Ship Shoal, Block 287, OCS-G 10791  
OCS-Gulf of Mexico

Gentlemen:

Enclosed for filing are two Assignments of Overriding Royalty Interest in duplicate from Hall-Houston Oil Company to BP Exploration Inc. for the captioned leases. Please return one copy for each lease stamped received by the Minerals Management Service to the undersigned at the letterhead address.

We have enclosed BP Exploration's check No. A095379 in the amount of \$50.00 to cover the filing fee.

Very truly yours,

*M.S. Miller*  
M.S. Miller  
Offshore Landman

Enclosures

cc: Hall-Houston Oil Company  
Houston, Texas  
Attention: Lorene C. Roy

ASSIGNMENT OF OVERRIDING ROYALTY INTEREST

UNITED STATES OF AMERICA )

OUTER CONTINENTAL SHELF ) KNOW ALL MEN BY THESE PRESENTS:

OFFSHORE LOUISIANA )

THAT HALL-HOUSTON OIL COMPANY, 700 Louisiana, Suite 2610, Houston, Texas 77002, hereinafter referred to as "ASSIGNOR", for and in consideration of Ten Dollars (\$10.00) and other good and valuable consideration, does hereby assign, transfer, convey and deliver unto BP Exploration Inc., 9401 Southwest Freeway, Suite 1200, Houston, Texas 77074, hereinafter referred to as "ASSIGNEE", an overriding royalty interest equal to 3.75% of 8/8ths of all oil, gas, casinghead gas and other hydrocarbons produced, marketed and saved from the following described lease:

OCS-G 10791, dated May 1, 1989, between the United States of America as Lessor, and Hall-Houston Oil Company and EP Operating Company, as Lessee, INSOFAR AS AND ONLY INSOFAR AS said Lease covers all of Block 287, Ship Shoal Area, South Addition, as shown on OCS Leasing Map, Louisiana Map No. 5A, only as to depths from the surface to and including the stratigraphic equivalent of 17,000 feet TVD.

The overriding royalty interest conveyed herein shall be free and clear of all costs of exploring, operating, developing, producing and maintaining the subject lease in force and effect, except it shall bear its proportionate share of all severance, production, gathering, Windfall Profits and other production taxes applicable to such overriding royalty interest.

The overriding royalty interest herein assigned shall be calculated and payable in a like manner and under the same terms and conditions as the Lessor's royalty provided in the above described lease.

ASSIGNOR reserves the right and power, at its election, to pool, combine and unitize the overriding royalty interest herein conveyed in accordance with the same terms and provisions as provided for the pooling and unitization of the royalty reserved in the lease described above, and in the event ASSIGNOR exercises such right and power to pool and unitize, ASSIGNEE shall receive in lieu of the overriding royalty herein conveyed, that portion of such pooled or unitized production which is attributable to said overriding royalty on a pooled or unitized basis.

This Assignment shall be binding upon and shall inure to the benefit of the parties hereto, their respective successors and assigns.

IN WITNESS WHEREOF, this Assignment is effective May 1, 1989  
executed this 1st day of August, 1989.

WITNESS:

HALL-HOUSTON OIL COMPANY

Nina Ambrosino

Pat Anderson

By: Wayne P. Hall  
Wayne P. Hall  
President

STATE OF TEXAS

COUNTY OF HARRIS

On the first day of August, 1989, personally appeared before me Wayne P. Hall, who being duly sworn, did say that he is the President of the corporation, and that said instrument was signed in behalf of said corporation by authority of a resolution of its Board of Directors and said Wayne P. Hall acknowledged said instrument to be the free act and deed of said corporation.

WITNESS my hand and official seal.

My Commission Expires:

Beverly N. Gilbert  
Notary Public

