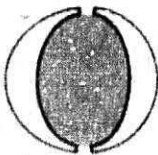


UPDATE

1/93



CENTURY OFFSHORE MANAGEMENT CORPORATION

155 EAST MAIN STREET
SUITE 200
LEXINGTON, KENTUCKY 40507
(606) 253-1890
FAX (606) 233-7471

LAKELAND 1, SUITE 1400
3900 NORTH CAUSEWAY BOULEVARD
METAIRIE, LOUISIANA 70002
(504) 832-3750
FAX (504) 832-3760

September 15, 1992

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RECEIVED
SEP 18 1992

Ms. LaNelle Boehm
United States Department of the Interior
Minerals Management Service
Gulf of Mexico OCS Region
1201 Elmwood Park Boulevard
New Orleans, Louisiana 70123-2194

MINERAL MANAGEMENT SERVICE
LAND & REGULATORY DIVISION

RE: *South Timberlign Area*
OCS C 5601, Block 107
Offshore Louisiana

Content:

Enclosed please find two (2) copies of that certain Assignment of Overriding Royalty Interest effective July 1, 1992, from Century Oil Company unto Settle Oil and Gas Company affecting the above referenced lease.

Please make this instrument a part of your permanent records and return one (1) date stamped received by the Minerals Management Service to the undersigned. In support of this request enclosed is our Check No. 798 in the amount of \$25.00.

Thank you for your cooperation in this matter and if you should have any questions, please advise.

Sincerely,

CENTURY OFFSHORE MANAGEMENT
CORPORATION

Recky Marceaux
Recky Marceaux
Land & Regulatory Coordinator

111
ENCLOSURE

BEST AVAILABLE COPY

OCS-G 5601

RECEIVED
SEP 17 1992

UNITED STATES OF AMERICA]

OUTER CONTINENTAL SHELF]

MINERAL MANAGEMENT SERVICE
LEASING & ENVIRONMENT

ASSIGNMENT OF OVERRIDING ROYALTY INTEREST

KNOW ALL MEN BY THESE PRESENTS:

That **CENTURY OIL COMPANY** ("Assignor"), a Kentucky corporation, for and in consideration of One Hundred Dollars (\$100.00) and other good and valuable considerations, the receipt and sufficiency of which is acknowledged, does hereby grant, bargain, sell, convey, transfer, assign and deliver his following separate property unto **SETTLE OIL AND GAS COMPANY**, ("Assignee"), a Kentucky Corporation, having its principal place of business at 400 East Vine Street, Suite 400, Lexington, Kentucky 40507, an overriding royalty interest in the amount of an undivided One and Percent of Six-Sixths (1.145833 of 6/6ths) in and to all of the oil, gas and other minerals in and under that may be produced from the following oil and gas lease:

Oil and Gas Lease bearing Serial No. OCS-G effective as of July 1, 1983, from the United States of America, as Lessor, to Exxon Corporation, a corporation, covering all of Block 107, South Timbalier Area, as shown on OCS Leasing Map, Louisiana Map No. 6.

The overriding royalty interest herein assigned shall be free and clear of all costs and expenses of development and operation of the lands covered by said lease but shall bear its proportionate part of all applicable taxes. The overriding royalty shall be paid, credited and delivered in the same manner as provided in the lease for payment of royalty reserved to the lessor therein.

TO HAVE AND TO HOLD the above specified overriding royalty interest unto Assignee and his successors and assigns forever; and assignor does hereby bind itself and its successors and assigns to warrant and defend title to the above described Oil and Gas Lease and the overriding royalty interest assigned to Assignee and his successors and assigns against every person whomsoever lawfully claiming or to claim the Oil and Gas Lease described herein or a part thereof, by, through or under Assignor, and this assignment is made with full substitution and subrogation in and to all of the right and actions of warranty which Assignor has or may have

against predecessors in title.

IN WITNESS WHEREOF, this instrument is delivered in multiple originals executed and effective as of July 1, 1992.

WITNESSES:

ASSIGNOR:

CENTURY OIL COMPANY

Becky Moody
Christine Fortin

By: *Howard A. Settle*
Howard A. Settle
President

ASSIGNEE:

SETTLE OIL AND GAS COMPANY

Becky Moody
Christine Fortin

By: *Howard A. Settle*
Howard A. Settle
President

ACKNOWLEDGEMENTS

STATE OF LOUISIANA]
PARISH OF JEFFERSON]

On this 20th day of August, 1992, before me appeared HOWARD A. SETTLE, to me personally known, who, being by me duly sworn, did say that he is the President of CENTURY OIL COMPANY and that said instrument was signed in behalf of said corporation by authority of its Board of Directors and said President acknowledged said instrument to be the free act and deed of said corporation.

Gregory L. Dwyer
NOTARY PUBLIC
CRENSHAW, MISSISSIPPI
DAILY COMMERCIAL PRESS, INC. PRINTED AT THE PRESS

STATE OF LOUISIANA]
PARISH OF JEFFERSON]

On this 20th day of August, 1992, before me appeared HOWARD A. SETTLE, to me personally known, who, being by me duly sworn, did say that he is the President of SETTLE OIL AND GAS COMPANY and that said instrument was signed in behalf of said corporation by authority of its Board of Directors and said President acknowledged said instrument to be the free act and deed of said corporation.

Gregory L. Dwyer
NOTARY PUBLIC
CRENSHAW, MISSISSIPPI
DAILY COMMERCIAL PRESS, INC. PRINTED AT THE PRESS

END

UPDATE