# Brooklyn Union Exploration Company, Inc.

1331 LAMAR SUITE 1065 HOUSTON, TEXAS 7101 (713.) 653-2847

July 19, 1989

RECEIVED

61 88

Minerals Management Service
Gulf of Mexico OCS Region
1201 Elmwood Park Boulevard
New Orleans, Louisiana 76123-2394

Actention: Mrs. LaNellc Boehm

LE-3-1

1130

Linetal, Managament Source Leasing & Louisian, cl

Re: Eighteen (18) Assignments of Overriding Royalty Interest

### Gentlemen:

Enclosed are xerox copies of the following instruments which we request be filed in the appropriate lease file for public notice purposes.

- Assignment of Overriding Royalty Interest dated June 15, 1989 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 9385, West Cameron Block 62.
- Assignment of Overriding Royalty Interest dated June 15, 1989 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 9386, West Cameron Block 76.
- Assignment of Overriding Royalty Interest dated June 15, 1989 from Brooklyn Union Exploration Company, Inc. tc Randall Fleming, et al, covering OCS-G 9387, West Cameron Block 77.
- Assignment of Overriding Royalty Interest executed June 15, 1989 but effective July 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al., covering OCS-G 9410, West Cameron, West Addition, Block 157.
- Assignment of Overriding Royalty Interest executed June 15, 1989 but effective July 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 9439, East Cameron Block 41.

## F-7: 2 Minerals Management Service July 19, 1989

- 6. Assignment of Overriding Royalty Interest executed June 15, 1985 but affective June 3, 1988 from Brooklyn Union Explorat on Co. pany, Inc. to Randall Fleming, et al, covering OCS-G 9493, East Cameron Block 548.
- 7. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective June 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 9484, East Cameron Block 349.
- 8. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective J. y 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 9576, Eugene Island Block 40.
- Assignment of Overriding Royalty Interest executed June 15, 1989 but effective Jine 3, 1982 from Brooklyn Union Exploration Company, Inc. to Randali Fleming, et al, covering OCG-G 9535, South Marsi Island Block 26.
- 10. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective February 8, 1989 from Brooklya Union Exploration Company, Inc. to Randall Fleming, et al, covering GCS-G 10288, High Island, East Addition, Block 84.
- Assignment of Overriding Royalty Interest executed June 15, 1989 but effective February 8, 1989 from Brooklyn Union Exploration Company, Inc. to Joe P. Marr, et al, covering OCS-C 10288, High Island, East Addition, Block 84.
- 12. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective June 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al., covering OCS-G 9079, High Island Block 138 (N/2).
- 13. Assignment of Overriding Royalty Interest evented June 15, 1989 but effective February 8, 1989 from wooklyn Union Exploration Company, Inc. to Randall Fleming, et al., covering OCS-G 8993, Matagorda Island Block 650.
- 14. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective February 8, 1989 from Brooklyn Union Exploration Company Inc. to Joe P. Marr, et al, covering OCS-G 8998, Matagorda Island Block 650.

Page 3 Minerals Management Service July 19, 1989

- 15. Assignment of Overriding Royalty Interest executed June 25, 1989 but effective February 8, 1989 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 10198, Matagorda Island Block 672.
- 16. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective February 8, 1989 from Brooklyn Union Exploration Company, Inc. to Joe P. Marr, et al, covering OCS-G 10198, Matagorda Island Block 672.
- 17. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective December 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 10169, Mustang Island Block A-1.
- 18. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective December 3, 1988 from Brooklyn Union Exploration Company, Inc. to Joe P. Marr, et al, covering OCS-G 10169, Mustang Island Block A-1.

Also enclosed is Brooklyn Union's check no. 90002 in the amount of \$150.00 to cover the filing fee.

Thank you.

Yours very truly,

BROOKLYN UNION EXPLORATION

CCMPANY, INC.

Sammye L. Dees

Vice President Land

SLD:cb

Enclosure

## ASSIGNMENT OF OVERPIDING ROYALTY INTEREST

# KNOW ALL MEN BY THESE PRESENTS:

THAT, Brooklyn Union Exploration Company, Inc., a Delaware corporation, 1331 Lamar, Suite 1065, Houston, Texas 77010 ('Assignor'') for and in consideration of the sum of \$10.00 and other good and valuable consideration paid by Randall Fleming, 31 Lamar, Suite 1065, Houston, Texas 77010; Sammye I. Dees, P. O. Box 766, Spring, Texas 77383; Stephen E. Jackson, 36 Glen Lich, Sugarland, Texas 77479; Stanley W. Anderson, 1719 Earl of Dunmore, Katy, Texas 77449, and Joseph E. Batchelor, 12207 Sugar Springs, Houston, Texas 77077 (collectively, "Assignees"), the receipt and sufficiency of which are hereby acknowledged, hereby ransiers, assigns and conveys, without warranty of title either express or implied, unto

Randall Fleming	.0025194	of	8/oths
Sammye L. Dees	.0025194	of	8/8ths
Stephen E. Jackson	.0025194	of	8/8ths
Stanley W. Anderson	.0025194	of	8/8ths
Joseph E. Batchelor	.0025195	of	8/8tns

overriding royalty interests ("Overriding Royalty Interests") of the oil, gas and other minerals in and under and that may be produced and saved from the land covered by the following described lease (the "Lease"):

Oil and Gas Lease of Submerged Lands dated December 1, 1988, bearing Serial No. OCS-G 10198, between the Unit 1 States of Americ , Lessor, Apache Corporation et al, Lisse, covering 5,760 acres, being all of Block 672, Matagorda Island Area, as shown on Official Leasing Map, Texas Map No. 4.

TO HAVE AND TO HOLD the Overriding Royalty Interests, together with all and singular the rights and appurtenance: thereto in anywise belonging unto the Assignees, their heirs, personal representatives and assigns, subject to the terms and provisions of this assignment.

If Assignor should be entitled to receive revenues from the sal- of oil and gas produced from the rand covered by the Lease as a result of an operation, commonly known as "non-consent

provisions", of the pertinent operating agreement covering such land, the Assignees shall be entitled to three and thirty-four hundreiths (3.34%) percent of such revenues as long as such revenues are received by Assignor. If Assignor should not be entitled to receive revenues from the sale of oil and gas produced from the land covered by the Lease as a result of an operation, commonly known as "non-consent provisions", of the pertinent operating agreement covering such land, the amount otherwise payable to the Assignees shall be reduced by three and thirty-four hundredths (3.34%) percent of such revenues as long as such revenues are not received by Assignor. Assignor, as used in this paragraph, shall include singularly Assignor and each of its assigns.

The Overriding Royalty Interests shall be free and clear of all costs of development and operation of the Lease, both upstream and downstream of the wellhead, other than transportation costs, and shall be free and clear of all costs of marketing the oil and gas but shall bear its share of all taxes levied against production from the Lease.

The Assignees, insofar as the Overriding Royalty Interests, shall have the same rights, privileges, elections and entitlements as does the Minerals Management Service, insofar as the royalty under the Outer Continental Shelf Lands Act, as amended, 43 U.S.C. 133 et seq. and the regulations issued thereunder.

Nothing herein contained shall be construed as imposing any obligation express or implied upon Assignor to maintain or preserve the Lease, in force and effect, to drill wells or to conduct any other operation whatsoever. Assignor shall have no express or implied obligation to Assignees to drill offset wells, to reasonably develop or to further explore.

No change in ownership, or right to receive the Overriding Royalty Interests, or any part thereof, however accomplished, shall operate to enlarge the obligations or diminish the rights of Assignor, and netwithstanding any other actual or constructive

notice thereof, such change shall not be binding upon Assignor for any purpose until thirty (30) days after receipt by Assignor of instruments or other legally authenticated written evidence satisfactory to Assignor constituting the chain of title of such change.

The Overriding Royalty Interests shall be applicable to any renewals or extensions of the Lease or any new lease covering the land covered by the Lease obtained by Assignor, its successors or assigns within one (1) year after termination or release of the Lease.

The terms hereof shall extend to and be binding upon Assignor and its successors and assigns and Assignees and their heirs, personal representatives and assigns.

EXECUTED this the 15th day of June , 1989, but effective February 8, 1989.

> BROOKLYN UNION EXPLORATION COMPANY, INC.

President

STATE OF TEXAS

COUNTY OF HARRIS

This instrument was acknowledged before me on this the <u>15th</u> day of <u>June</u>, 1989 by James G. Floyd, President of Brooklyn Union Exploration Company, Inc., a Delaware corporation, on behalf of said corporation.



Notary Tublic in and for the

State of Texas

1.10198

### SMITH OFFSHORE EXPLORATION COMPANY

P. O. Box 52890 Houston Texas 77052 713/651-9102

May 24, 1990

Minerals Management Service LE-3-1 1201 Elmwood Park Boulevard New Orlean; Louisiana 70123-2394

### Gentlemen:

Enclosed please find a check in the amount of \$775 to cover the \$25 each filing fee for the Assignments of Overriding Royalty Interest from Brooklyn Union Exploration Company, Inc., (Assignor) to H. Allen Weatherby (Assignee) as shown on the attached list.

We also enclose a duplicate copy of this letter for you to indicate that these assignments have been filed and return to us.

Sincerely,

Bonnie J. Samford

bjsMMS Enclosure

RECEIVED

MAY 29 1990

Minerals Management Service
Leasing & Egyironment

# ASSIGNMENTS OF ORKI FOR H. ALLEN WEATHERBY FOR FOLLOWING LEASES:

East Cameron Block 41, OCS-G 9439 East Cameron Block 348, OCS-G 9483 East Cameron Block 349, OCS-G 9484 Eugene Island Block 40, OCS-G 9576 Shi Shoal Block 79, OCS-G 10763 Sh.p Shoal Block 110, OCS-G 10765 South Marsh Island Block 26, OCS-G 9535 South Marsh Island Blocl: 264, OCS-G 10710 South Marsh Island Block 270, OCS-G 10712 South Marsh Island Block 271, OCS-G 10713 South Marsh Island Block 280, O'S-G 5197 Vermilion Block 95, OCS-G 5409 West Cameron Block 157, OCS-G 9410 Galveston Block 252, OCS-G 11307 Galveston Block 284, OCS-G 11309 Galvestori Block 345, OCS-G 11320 Galveston Block 354, OCS-G 11321 Galveston Block 421, OCS-G 9052 High Island Block A-7, OCS-G 11363 High Island Block 84, OCS-G 10288 High Island Block 204, OCS-G 11362 N1/2 High Island Block 138, OCS-G 9079 Matagorda Island Block 649, OCS-G 11265 Matagorda Island Block 650, OCS-G 8998 Matagorda Island Block 671, OCS-G 11268 Matagorda Island Block 672, OCS-G 10198 Mustang Island Block A-1, OCS-G 10169 Mustang Island Block A-21, OCS-G 11241 Mustang Island Block 738, OCS-G 11214 Mustang Island Block 809, OCS-G 11225 Mustang Island Block 850, OCS-G 11234

1991

# ASSIGNMENT OF OVERRIDING ROYALTY INTEREST

Minerals Management Service Lessing & Environment

#### KNOW ALL MEN BY THESE PRESENTS:

THAT, Brooklyn Union Exploration Company, Inc., a Delaware corporatio:, 1331 Lamar, Suite 1065, Houston, Texas 77010. Smith Offshore Exploration Company, a Delaware corporation, 811 Dallas, Suite 800, Houston, Texas 77002 and J.G.F. Incorporated, a Texas corporation, 1331 Lamar, Suite 1065, Houston, Texas 77010 (collectively, "Assignors") for and in consideration of the sum of \$10.00 and other good and valuable consideration paid by H. Allen Westherby, 6130 San Felipe, Houston, Texas 77057 ("Assignee"), the receipt and sufficiency of which are hereby acknowledged, hereby transfer, assign and convey unto Assignee, without warranty of title either express or implied, .0005404 of 8/8ths overriding royalty interest ("Overriding Royalty Interest") of the oil, gas and other minerals in and under and that may be produced and saved from the land covered by the following described lease (the "Lease"):

Oil and Gas Lease of Submerged Lands dated effective December 1, 1988, between The United States of America, Lessor, and Apache Corporation, et al, Lessee, covering all of Block 672, Matagorda Island Area, OCS Leasing Map, Texas Map No. 4, containing 5,760.00 acres, more or less, and bearing Serial Number OCS-G 10198.

The Overriding Royalty Interest shall be borne by Assignors as follows:

Breoklyn Union Exploration Company, Inc. 42.10527%

Smith Offshore Exploration Company 52.63158%

J.G.F. Incorporated 5.26315%

TO HAVE AND TO HOLD the Overriding Royalty Interest, together with all and singular the rights and appurtenances thereto in anywise belonging unto the Assignee, his heirs, personal representatives and assigns, subject to the terms and provisions of this assignment.

This assignment is made expressly subject to the terms and provisions of Overriding Royalty Agreement dated March 31,

1988, effective "annury I, 198", by and tween H. Allen Weathers; and Brooklyn Union Exploration Company. Inc. and Smith Offshore Emploration Company.

The Overriding Royalty Interest shall be free and wheat of all costs of development and operation of the Lease noth apstream and downstream of the wellnead, other than transported to sts. ret all hear its share of all taxes levie? against production from the Lease.

The Assignee, insofar as the Derriting Revally Interest, shall have the same rights, privileges, elections and entitlements as does the Minerals Management Service insofar as the royalty under the Outer Continental Shelf Lunds Acc, as amended, 43 U.S.C. 133 et des. and the regulations issued thereunder.

Nothing herein contained shall be construed as imposing any obligation express or implied upon Assignors to maintain or preserve the Lease, in force and effect, to drill wells or to conduct any other operation whatsoever. Assignors shall have no express a implied obligation to Assignee to drill offset wells, to teasonably develop or to further explore.

No change in ownership, or right to receive the Over:iding Poyalty Interest, or any part thereof, however accomplished, shall operate to enlarge the obligations or diminish the rights of Assignors, and notwithstanding any other actual or constructive notice thereof, such change shall not be binding upon Assignors for any purpose until thirty (30) days after receipt by Assignors of instruments or other legally authenticated written evidence satisfactory to Assignors constituting the chain of title of such change.

The Overriding Royalty Interest shall be applicable to any renewals or extensions of the Lease or any new lease covering the land covered by the Lease obtained by Assignors, their successors or assigns within one (1) year after termination of release of the Lease.

The terms hereof shall extend to and be bind'n; upon Assignors and their successors and assigns and Assignme and assigns, assonal representatives and assigns.

EXECUTED this the 30th day of JUNE . 1989.

BROOKLYN UNION EXPLORATION COMPANY. INC.

y Hames G. Flayd President

SMI 'H OFFSHORE EXPLORATION COMPANY

By Lester H. Smith eresident

.G.F. INCORPORATED

By Jakes G. Floyd Pre

THE STATE OF TEXAS

COUNTY OF HARRIS

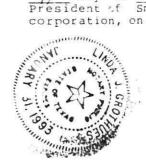
This instrument was acknowledged before me on this the set day of the problem of

Notary Public in and for the State of Texas



THE STATE OF TEXAS

COUNTY OF HAPRIS



weary Public In and for the State of Texas

THE STATE OF TEXAS

COUNTY OF HARRIS

This instrument was acknowledged before me on this the 3oth day of time, 1939, by James G. Floys, President of J.G.F. Incorporated, 2 Texas corporation, on behalf of said corporation.



Many & Andres ary Public in 1 for the tate of Texas

# Brooklyn Union Exploration Company, Inc.

1 + + + + + + AR SUITE 1065 HOUSTON, TEXAS 77010 (71 + 165, -2847

July 19, 1989

RECEIVED

Minerals Management Service
Gulf of Mexico OCS Region
1201 Elmwood Park Boulevard
New Orleans, Louislana 70123-2304

Attention: Mrs. LaNelle Boehm

LE-3-1

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Lineral Management Silvice Lealing Environment

Re: "Jacken (18) Assignments of

### Centlemen:

Prodosed are xerox copies of the following instruments which we equest be filed in the appropriate lease file for public notice purposes.

- Assignment of Overriding Royalty Interest dated June 15, 1989 from Brooklyn Union Exploration Company, Inc to Randall Fleming, et al, covering OCS-G 9385, West Carron Block 62.
- Assignment of Overriding Royalty Interest dated June 15, 1983 from Prooklyn Union Exploration Company, Inc. to Randall Flaming, et al, covering OCS-G 9386, West Jameron Block 75.
- Assignment of Overriding Royalty Interest dated Jule 15, 1989 from Brooklyn Union Exploration Company, Inc. to Randall Flexing, et al, covering OCS-G 9387, West Comeron Block 77.
- Assignment of Overriding Royalty Interest executed June 15, 1989 but effecti - July 3, 1938 from Brooklyn Union Exploration Company, -- to Randall Flaming, et al, covering OCS-G 9410, a st Cameron, Wes. Addition, Block 157.
- Assignment of Overr.ding Regardy Interest executed June 15, 1989 but effecting July 3, 1988 from Prooklyn Union Exploration Company, https://doi.org/10.1006/journal.pub. covering OCS-G 9439, Last Cameron Block 41.

Page 2 Miner 1s Management Service July 19, 1989

- 6. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective June 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Freming, et al, covering OCS-C 9483, East Cameron Block 348.
- 7. .ssignment of Overriding Royalt Interest executed June 15, 1989 but effective June 1, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 9484, East Cameron Block 349.
- 8. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective July 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randas Fleming, et al, covering OCS-G 9576 Eugene Island Elock 40.
- Assignment of Over iding Royalty Interest executed June 15, 1939 but effective June 3, 1958 from Brooklyn Union Exploration Company, Inc. to Rancall Fleming, It al, covering OCS-G 9535, South Marsh Island Block 36.
- 10. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective February 8, 1989 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering CCS-G 10288, High Island, East Addition, Block 84.
- Assignment of Overriding Royalty Interest executed June 15, 198 but effective February 6, 1989 from Brooklyn Union Exploration Company, Inc. to Joe P. Marr, et al, covering OCE-G 10288, High Island, East Addition, Block 84.
- 12. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective June 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 9079, High Island Block 138 (N/2).
- 13. Assignment of Overriding Royalty Interest executed June 15, 1989 but affective February 8, 1989 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et all covering OCS-G 8958, Matagorda Island Block 650.
- 14. Assignment of Overriding Royalty Interest executed June 15 989 but effective February 8, 1989 from Brooklyn U co Exploration Company, Inc. to Joe P. Marr, et al, co wring OCS-C 399 Matagorda Island Block 650.

Page 3 Minetals Management Service 7clv 19, 1989

- 15. Assignment of Overriding Royalty Interest executed June .5, 1989 but effective February 8, 1989 from Brocklyn Whion Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 10198, Matagorda Island Block 672.
- 16. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective February 8, 1989 from Brooklyn Union Exploration Company, Inc. to Joe P. Marr, et al, covering OCS 3 10198, Matagorda Island Block 672.
- 17. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective December 3, 1988 from Brooklyn Union Exploration Company, Inc. to Randall Fleming, et al, covering OCS-G 10169, Mustang Island Block A-1.
- 18. Assignment of Overriding Royalty Interest executed June 15, 1989 but effective December 3, 1988 from Brooklyn Union Exploration Company, Inc. to Joe P. Marr, et al, covering OCS-G 18169, Mustang Island Block A-1.

Also enclosed is Brocklyn Union's check no. 90002 in the amount of \$450.00 to cover the filing fee.

Thank you.

Yours very truly,

BROOKLYN UNION EXPLORATION

COMPA INC.

Sammye L. Dees

Vice President Land

SLD: :h

Enclosure

RECEIVED

JUL : 1984

Minerals Management Service Leasing & Environment

### ASSIGNMENT OF OVERRIDING ROYALTY INTEREST

KNOW ALL MEN BY THESE PRESENTS:

THAT, Brooklyn Union Exploration Company, Inc., a Delaware corporation, 1331 Lamar, Suite 1065, Houston, Texas 77010 ("Assignor") for and in consideration of the sum of \$10.00 and other good and valuable consideration paid by Joe P. Marr, 4001 Aggie Drive, Bay City, Texas 77414; George A. Kelly, Jr., 7122 Rancheria, Houston, Texas 77083; Daniel A. Wilson, 11006 Renwick, Houston, Texas 77096; Richard J. Thorp, 25311 Roesner Lane, Katy, Texas 77450; and James F. Westmoreland, 1606 Dixie Hollow, Pearland, Texas 77581 (collectively, "Assignees"), the receipt and sufficiency of which are hereby acknowledged, hereby transfers, assigns and conveys, without warranty of title either express or implied, unto

Joe P. Marr .0004283 of 8/8ths George A. Kelly, Jr. .0010078 of 8/8ths Daniel A. Wilson .0004283 of 8/8ths Richard J. Thorp .0004031 of 8/8ths James F. Westmoreland .0002520 of 8/8ths

overriding royalty interests ("Overriding Royalty Interests") of the oil, gas and other minerals in and under and that may be produced and saved from the land covered by the following described lease (the "Lease"):

Oil and Gas Lease of Submerged Lands dated December 1, 1988, bearing Serial No. OCS-G 10198, between the United States of America, Lessor, Apache Corporation et al, Lessee, covering 5,760 acres, being all of Block 672, Matagorda Island Area, as shown on Official Leasing Map, Texas Map No. 4.

TO HAVE AND TO HOLD the Overriding Royalty Interests, together with all and singular the rights and appurtenances thereto in anywise belonging unto the Assignees, their heirs, personal representatives and assigns, subject to the terms and provisions of this assignment.

If Assignor should be entitled to receive revenues from the sale of oil and gas produced from the land covered by the Lease as a result of an operation, commonly known as "non-consent"

provisions", of the pertinent operating agreement covering such land, the Assignees shall be entitled to sixty-six hundredths (0.66%) percent of such revenues as long as such revenues are received by Assignor. If Assignor should not be entitled to receive revenues from the sale of oil and gas produced from the land covered by the Lease as a result of an operation, commonly known as "non-consent provisions", of the eartinent operating agreement covering such land, the amount otherwise payable to the Assignees shall be reduced by sixty-six hundred hs (0.66%) percent of such revenues as long as such revenues are not received by Assignor. Assignor, as used in this paragraph, shall include singularly Assignor and each of its assigns.

The Overriding Royalty Interests shall be free and clear of all costs of development and operation of the Lease, both upstream and downstream of the wellhead, other than transportation costs, and shall be free and clear of all costs of marketing the oil and gas but shall bear its share of all taxes levied against production from the Lease.

The Assignees, insofar as the Overriding Royalty Interests, shall have the same rights, privileges, elections and entitlements as does the Minerals Management Service, insofar as the royalty under the Outer Continental Shelf Lands Act, as amended, 43 U.S.2.

133 et seq. and the regulacions issued thereunder.

Nothing herein contained shall be construed as imposing any obligation express or implied upon Assignor to maintain or preserve the Lease, in force and effect, to drill wells or to conduct any other operation whatsoever. Assignor shall have no express or implied obligation to Assignees to drill offset wells, to reasonably develop or to further explore.

No change in ownership, or right to receive the Overriding Royalty Interests, or any part thereof, however accomplished, shall operate to enlarge the obligations or diminish the rights of Assignor, and notwithstanding any other actual or constructive

notice thereof, such change shall not be binding upon Assignor for any purpose until thirty (30) days after receipt by Assignor of instruments or other legally authenticated written evidence satisfactory to Assignor constituting the chain of title of such change.

The Overriding Royalty Interests shall be applicable to any renewals or extensions of the Lease or any new lease covering the land covered by the Lease obtained by Assignor, its successors or assigns within one (1) year after termination or release of the Lease.

The terms hereof shall extend to and be binding upon Assignor and its successors and assigns and Assignees and their heirs, personal representatives and assigns.

EXECUTED this the 15th day of June , 1989, but effective February 8, 1989.

BROOKLYN UNION EXPLORATION COMPANY, INC.

By: James G. Floyd, President

STATE OF TEXAS

COUNTY OF HARRIS

This instrument was acknowledged before me on this the 15th day of June , 1989 by James G. Floyd, President of Brooklyn Union Exploration Company, Inc., a Delaware correction, on behalf of said corporation.

Notary Public in and for the State of Texas