

**United States Department of the Interior**  
**Bureau of Land Management**  
 DIV OF LANDS & MINERALS  
 P.O. BOX 45155 ATTN: ACCOUNTS  
 SALT LAKE CITY, UT 84145  
 Phone: (801) 539-4001

Receipt	
No:	1581419

<b>Transaction #: 1731947</b>
<b>Date of Transaction: 08/18/2012</b>
CUSTOMER: GROG HAIRY 9025 BEACH ROAD STONE AGE, AMERICA 00010

LINE #	QTY	DESCRIPTION	REMARKS	UNIT PRICE	TOTAL
1	1.00	OIL & GAS / TRANSFER OPERATING RIGHTS / 10/01/2009 PROCESSING FEE CASES: UTU123456/\$85.00		- n/a -	85.00

<b>TOTAL:</b>	\$	85.00
---------------	----	-------

PAYMENT INFORMATION			
1	AMOUNT:	\$ 85.00	POSTMARKED: 8/15/2012
	TYPE:	CHECK	RECEIVED: 8/15/2012
	CHECK NO:	42478	
	NAME:	GROG HAIRY 9025 BEACH ROAD EDEN, AMERICA 00010	

REMARKS
---------

This receipt was generated by the automated BLM Collections and Billing System and is a paper representation of a portion of the official electronic record contained therein.

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB NO. 1004-0034  
Expires: July 31, 2015  
Lease Serial No.

**TRANSFER OF OPERATING RIGHTS (SUBLEASE) IN A  
LEASE FOR OIL AND GAS OR GEOTHERMAL RESOURCES**

UTU123456

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)

**Type or print plainly in ink and sign in ink.**

**PART A: TRANSFER**

1. Transferee (Sublessee)\* Grog Hairy  
Street 9025 Beach Rd.  
City, State, Zip Code Eden, America 00010

1a. Transferor B.C. Discovery Company

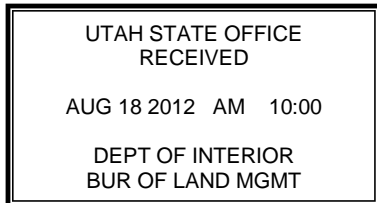
\*If more than one transferee, check here  and list the name(s) and address(es) of all additional transferees on page 2 of this form or on a separate attached sheet of paper.

This transfer is for: (Check one)  Oil and Gas Lease, or  Geothermal Lease

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

**2. This transfer (sublease) conveys the following interest:**

Land Description <small>Additional space on page 2, 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 Similar Interests	
	Owned	Conveyed	Retained	Reserved	Previously reserved or conveyed
a	b	c	d	e	f
Township 12 South, Range 28 East, SLB&M, Thompson County Sec. 19: E2, NESW; Sec. 20: All.	50%	25%	25%	0%	0%



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

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

Transfer approved effective \_\_\_\_\_

By \_\_\_\_\_ (Title) \_\_\_\_\_ (Date)  
Bureau of Land Management (BLM)

**PART B – CERTIFICATION AND REQUEST FOR APPROVAL**

1. The transferor certifies as owner of an interest in the above designated lease that he/she hereby transfers to the above transferee(s) the rights specified above.
2. Transferee certifies as follows: (a) Transferee 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 transfer of NPR-A leases, transferee is a citizen, national, or resident alien of the United States or associations of such citizens, nationals, resident aliens or private, public or municipal corporations; (b) Transferee is not considered a minor under the laws of the State in which the lands covered by this transfer are located; (c) Transferee’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 200,000 acres may be in options, if this is an oil and gas lease issued in accordance with the Minerals 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 transfer are otherwise in compliance with the regulations (43 CFR Group 3100 or 3200) and the authorizing Acts; (e) Transferee 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) Transferee is not in violation of sec. 41 of the Mineral Leasing Act.
3. Transferee’s signature to this assignment constitutes acceptance of all applicable terms, conditions, stipulations and restrictions pertaining to the lease described herein. Applicable terms and conditions include, but are not limited to, an obligation to conduct all operations on the leasehold in accordance with the terms and conditions of the lease, to condition all wells for proper abandonment, to restore the leased lands upon completion of any operations as described in the lease, and to furnish and maintain such bond as may be required by the lessor pursuant to regulations 43 CFR 3104, 3134, or 3206.

For geothermal transfers, 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 to the best of my knowledge and belief and are made in good faith.

Executed this 13th day of August 2012

Executed this 15 day of August 2012

Name of Transferor as shown on current lease B.C. Discovery Company

(Please type or print)

**Transferor** B. C. Hart  
(Signature)

**Transferee** Grag Hairy  
(Signature)

or President  
(Title)

or President  
(Title)

Attorney-in-fact \_\_\_\_\_  
(Signature)

Attorney-in-fact \_\_\_\_\_  
(Signature)

15 Dinosaur Way  
(Transferor’s Address)

Stone Age America 00001  
(City) (State) (Zip Code)

Title 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.

**LEASE INTEREST WORKSHEET**

**SERIAL NO. UTU123456**

**OPERATING RIGHTS ASSIGNMENT**

\_\_\_\_\_ 933 OPTG RTS ASGN APPROVED EFF \_\_\_\_\_;

\_\_\_\_\_ 557 TRF OPERATING RIGHTS WITHDRAWN

\_\_\_\_\_ 558 TRF OPERATING RIGHTS RETURNED UNAPPROVED

\_\_\_\_\_ % TO: \_\_\_\_\_ FROM: \_\_\_\_\_.

**RECORD TITLE HELD**

T. 12S, R. 28E., SLM&B  
Sec. 17: S2;  
Sec. 18: SE;  
Sec. 19: E2, NESW;  
Sec. 20: All.

**Record Title**

Peter's Oil Company 100%

1,480 acres  
Thompson County

**OPERATING RIGHTS HELD**

LAND LAW EXAMINER \_\_\_\_\_

DATE: \_\_\_\_\_.

**BUREAU OF LAND MANAGEMENT  
CASE RECORDATION  
SERIAL REGISTER PAGE**

<b>01 12-22-1987; 101STAT1330; 30USC181 ET SEC</b>	<b>Total Acres</b>	<b>Serial Number</b>
<b>Case Type 312021: O&amp;G LSE COMP PD -1987</b>	<b>1,480.00</b>	<b>UTU123456</b>
<b>Commodity 459: OIL &amp; GAS L</b>		
<b>Case Disposition: AUTHORIZED</b>	<b>Case File Juris:</b>	

<b>NAME &amp; ADDRESS</b>	<b>Int Rel</b>	<b>%Interest</b>
Peter's Oil Co      25 Cave Drive      Stone Age, America 00001	RECORD TITLE	100.000000
Peter's Oil Co      25 Cave Drive      Stone Age, America 00001	OPERATING RIGHTS	0.000000
B.C. Discovery Co    15 Dinosaur Way    Stone Age, America 00001	OPERATING RIGHTS	0.000000

<b>Mer Twp</b>	<b>Rng</b>	<b>Sec</b>	<b>Stype</b>	<b>Nr</b>	<b>Suff</b>	<b>Subdivision</b>	<b>District/Resource Area</b>	<b>County</b>	<b>Mgmt Agency</b>
26	0120S	0280E	017	ALIQ		S2;	DINOSAUR	THOMPSON	BUREAU OF LAND MGMT
26	0120S	0280E	018	ALIQ		SE;	DINOSAUR	THOMPSON	BUREAU OF LAND MGMT
26	0120S	0280E	019	ALIQ		E2,NESW;	DINOSAUR	THOMPSON	BUREAU OF LAND MGMT
26	0120S	0280E	020	ALIQ		ALL;	DINOSAUR	THOMPSON	BUREAU OF LAND MGMT

<b>Act Date</b>	<b>Code</b>	<b>Action</b>	<b>ACTION REMARKS</b>	<b>Pending Office</b>
10/28/2011	387	CASE ESTABLISHED	#005;	
01/29/2012	191	SALE HELD		
01/29/2012	267	BID RECEIVED	\$37740;	
02/22/2012	237	LEASE ISSUED		
03/01/2012	496	FUND CODE	05;145003	
03/01/2012	530	RLTY RATE - 12 1/2%		
03/01/2012	868	EFFECTIVE DATE		
05/15/2012	932	TRF OPER RGTS FILED		
06/05/2012	933	TRF OPER RGTS APPD	EFF 06/01/12;	
02/28/2022	763	EXPIRES		

<b>Line Nr.</b>	<b>Remarks</b>
-----------------	----------------