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:

1713461

Transaction #: 1935169

Date of Transaction: 12/3/2012

CUSTOMER: GROG HAIRY

9025 BEACH ROAD

STONE AGE, AMERICA 00010

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

TOTAL: \$ 85.00

	PAYMENT INFORMATION								
1	AMOUNT:	\$ 85.00	POSTMARKED:	11/29/2012					
	TYPE:	CHECK	RECEIVED:	11/29/2012					
	CHECK NO:	: 64690							
	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.

Form 3000-3a (July 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

Lease Serial No.

UTU123456

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

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 (15%) 9025 Beach Rd. City, State, Zip Code Eden, America 00010 1a. Transferor B.C. Discovery Company and list the name(s) and address(es) of all additional transferees on page 2 of this form or on a *If more than one transferee, check here separate attached sheet of paper. ✓ Oil and Gas Lease, or This transfer is for: (Check one) 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: Percent of Interest Percent of Land Description Overriding Royalty Additional space on page 2, if needed. Do not submit documents or agreements Owned Conveyed Retained Similar Interests other than this form, such documents or agreements shall only be referenced herein. Reserved Previously reserved or conveyed d b С e f Township 12 South, Range 28 East, SLB&M, Thompson County Sec. 17: S2; 50% 30% 20% 0% 0% Sec. 18: SE. This transfer applies only to the depths of 3,125' to 5,500'. **UTAH STATE OFFICE RECEIVED** DEC 3 2012 AM 10:00 **DEPT OF INTERIOR BUR OF LAND MGMT** 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

(Title)

(Date)

Bureau of Land Management (BLM)

Part A (Continued) ADDITIONAL SPACE for Names and addresses of additional transferees in Item No. 1, if needed, or for Land Descriptions in Item 2, if needed.

Wiley Scholar (15%) 125 Meadow Drive Stone Age, America 0001

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 petions), 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 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 c	orrect to the best of my knowledge	and belief and are made in good faith.	
Executed this	<u>13th</u> day of <u>November</u> 20_12	Executed this	27th day of November	20 <u>12</u>
Name of Transfe	eror as shown on current leaseB.C. Discovery Con	npany		
		(Please type or pri	int)	
Transferor	В. С. Hart	Transferee	Grog Hairy	
	(Signature)		(Signature)	
	President		President	
or	(Title)	or	(Title)	
Attorney-in-fact		Attorney-in-fact		
-	(Signature)		(Signature)	
15 Dinosaur W	'ay			
	(Transferor's Address)			
Stone Age (City)	America 00001 (State) (Zip Code	2)		
(City)	(State) (Zip Code	<i>')</i>		

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.

(Continued on page 3) (Form 3000-3a, page 2)

Part A (Continued) ADDITIONAL SPACE for Names and addresses of additional transferees in Item No. 1, if needed, or for Land Descriptions in Item 2, if needed.

Wiley Scholar (15%) 125 Meadow Drive Stone Age, America 0001

PART B – CERTIFICATION AND REQUEST FOR APPROVAL

- 4. 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.
- 5. 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 petions), 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 not in violation of sec. 41 of the Mineral Leasing Act.
- 6. 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 knowled	dge and be	elief and are	made in good	faith.	
Executed this	13th day ofNovember 2	20_ <u>12</u> Ex	ecuted this _	27th	day of	November_	20	12
Name of Transfe	eror as shown on current leaseB.C. Discover	ry Company						
		(Pl	ease type or	print)				
Transferor	В. С. Hart	Tr	ansferee		Wiley Sch	íolar		
_	(Signature)				(Si	ignature)		
	President				President			
or	(Title)		or			(Title)		
Attorney-in-fact		Att	orney-in-fac	et				
	(Signature)				(Si	ignature)		
15 Dinosaur W	/ay							
	(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.

(Continued on page 3) (Form 3000-3a, page 2)

LEASE INTEREST WORKSHEET

SERIAL NO. UTU123456

OPERATING RIGHTS ASSIGNMENT	
	RIGHTS WITHDRAWN AIGHTS 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

Page 1 of 1

 01 12-22-1987; 101STAT1330; 30USC181 ET SEC
 Total Acres
 Serial Number

 Case Type 312021: O&G LSE COMP PD -1987
 1,480.00
 UTU123456

Commodity 459: OIL & GAS L

Case Disposition: AUTHORIZED Case File Juris:

NAME & ADDDRESS				Int Rel	%Interest	
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
Grog Hairy	9025 Beach Road	Stone Age, America	00010	OPERATING RIGHTS		0.000000

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

Act Date	Code	Action	ACTION REMARKS	Pending Office
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;	
08/18/2012	932	TRF OPER RGTS FILED		
08/29/2012	933	TRF OPER RGTS APPD	EFF 09/01/12;	
02/28/2022	763	EXPIRES		
Line Nr.	Remarks			