ASSIGNMENT OF PRODUCTION PAYMENT

STATE OF WYOMING)
)
COUNTY OF SUBLETTE)

WHEREAS, by instrument dated the 7th day of August, 1957, and recorded in Book 18, Page 111, of the Oil and Gas Lease Records of Sublette County, Wyoming, and in Book 24 P.R. Page 519, of the Oil and Gas Lease Records of Lincoln County, Wyoming, Vaughan B. Connelly, of P.O. Box 1173, Alexandria, Virginia, reserved unto himself, and excepted from the aforementioned agreement, a production payment of seventy (70%) percent of eight-eighths(8/8) of all oil and gas in and under that may be produced, saved, sold and marketed from the properties (without limitation to zones) situated in Sublette and Lincoln Counties, Wyoming, and more particularly described in Exhibit "A" attached to said instrument; the said production payment hereinabove described terminating and being satisfied whenever the aforementioned Vaughan B. Connelly shall have received from the proceeds of the sale of oil and/or gas, if as and when produced from the properties covered thereby, free of all gross production, pipeline, severance and other similar taxes, but not ad valorem taxes, the sum of Six Hundred Thousand and 00/100 ($600,000.00) Dollars termed "Primary Amount" plus an amount equal to six (6%) percent per annum on the outstanding balance from time to time remaining unpaid, computed monthly from September 1, 1957 and termed "Secondary Amount"; all as fully set out in the aforementioned instrument dated August 7, 1957, and the record thereof, reference is here made for a full description of said production payment and of the properties and interests covered thereby, and

WHEREAS, by instrument dated the 24th day of September 1957 and recorded in Book 18, Page 129, of the Oil and Gas records of Sublette County, Wyoming, and in Book 25 P.R., Page 111, the Oil and Gas records of Lincoln County, Wyoming, Vaughan B. Connelly, conveyed, transferred, and assigned unto Belfer Corporation of 630 Third Avenue, New York,