

399
Township 32 North, Range 113 West
Section 20: N/2 SE/4, SW/4 SE/4,
containing 120 acres more or less,

said lands out of the four above-mentioned Oil and Gas Leases sometimes referred to herein as "Contract Acreage", and

WHEREAS, Atlantic desires to grant 50% undivided interest unto Davis and Sun, their successors and assigns, in all of Atlantic's leasehold interest in and to all of its operating rights and working interest production in all formations from the surface of the ground down to 5,108 feet under the surface of the above described leases insofar as such leases cover and include the above described lands, and Davis and Sun desire to accept and exercise such rights,

NOW, THEREFORE, for and in consideration of the sum of Ten Dollars (\$10.00) and other good and valuable consideration to Atlantic in hand paid by Davis and Sun, the full receipt and sufficiency of which are hereby acknowledged and confessed, it is understood and agreed by and between the parties hereto as follows:

I.

The term "shallow rights" as hereinafter used shall mean, the rights granted to Atlantic under the terms of the above described leases, insofar as the same cover and include the Contract Acreage, to search for and to produce oil and gas, or either of them, in all formations from the surface of the ground down to 5,108 feet.

The term "deep rights" as hereinafter used shall mean, the rights granted to Atlantic under the terms of the above described leases, insofar as same cover and include the Contract Acreage, to search for and to produce oil and gas, or either of them, in all formations below 5,108 feet.

II.

Atlantic does hereby give, grant and convey an undivided 50% interest unto Davis and an undivided 50% interest unto Sun in all of Atlantic's leasehold interest in and to all of its rights and privileges pertaining to the right to explore, test and develop the shallow rights underlying the Contract Acreage insofar as same