

MEMORANDUM OF OIL AND GAS LEASE BOOK 719 PAGE 682

THIS MEMORANDUM is made and executed as of the 31st day of July 1987 to evidence that:

A. Mobil Oil Corporation, hereinafter Mobil, and Barrett Energy Company, hereinafter Barrett, have entered into, executed and delivered an Oil and Gas Lease dated June 1, 1987, which, among other provisions, provides as follows:

(1) Primary term of two years and as long thereafter as oil and gas is produced.

(2) Royalty provisions are provided for the benefit of Mobil.

(3) Barrett is given certain rights to pool or unitize as well as certain shut-in gas privileges.

(4) Lands leased are described as follows:

Township 6 South, Range 96 West, 6th P.M.

Section 23: N/2, N/2 S/2, Lot 1, SE/4 SW/4, S/2 SE/4

Section 27: Lots 1, 2, 3, 6, 7, 8, 9, 10, 11, SE/4 SW/4, Lot 14

Section 34: NW/4 NE/4, NE/4 NW/4

containing 1,164.00 acres, more or less.


(5) Mobil does not lease those portions of the subsurface located 100 feet below the base of the Mancos formation, Cretaceous Mesozoic System.

This Memorandum is being executed by Barrett Energy Company for the primary purpose of recording and thus advising all interested parties of the existence and validity of such oil and gas lease; the exact terms and conditions of which are more fully stated in the unrecorded instrument on file with the respective parties and, that this Memorandum shall constitute notice to all parties of the existence of this lease as though it was described in total detail herein.

EXECUTED this 31st day of July 1987.

BARRETT ENERGY COMPANY

ATTEST:


Asst. Secretary

By:


Robert W. Howard, Vice-President