RATIFICATION OF AN OIL AND GAS LEASE

KNOW ALL MEN BY THESE PRESENTS:

THAT, WHEREAS, Heretofore under date of the 5th day of July, 1984, a certain oil and gas lease was made, executed, and delivered by James D. McDonald and Beverly J. McDonald, husband and wife, Route 3, Box 65, Winterset, Iowa 50273, as Lessor, to OUTERBRIDGE & ASSOCIATES, INC., currently of 621 Seventeenth Street, #1050, Denver, Colorado 80293, as Lessee, covering the following described lands in Madison County, State of Iowa, to-wit:

Township 76 North, Range 28 West, 5th P.M.
Section 16: SW¼
Section 17: East 7 ac. of S½ of NE¼SE¼
Section 21: W½SW¼

Township 75 North, Range 28 West, 5th P.M.
Section 2: SE¼SW¼, E½SE¼
Section 11: E½NW¼

Containing 447.00 acres, more or less.

Corr.

FILED NO. 926
BOOK 36 PAGE 235
1984 DEC 24 AM 10:50
MARY E. WELTY
RECORDER
MADISON COUNTY, IOWA
Fee $10.00

said lease being recorded in Book 36 at Page 165 of the records in the office of the Register of Deeds in and for Madison County, Iowa, reference to said lease and to the recordings thereof being hereby made for all purposes.

WHEREAS, it is the intent and desire of the undersigned to ratify, adopt and confirm the hereinabove described oil and gas lease insofar and only insofar as said lease describes the following lands to-wit:

Township 76 North, Range 28 West, 5th P.M.
Section 21: W½SW¼

NOW, THEREFORE, In consideration of the sum of One Dollar ($1.00) and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, we, the undersigned, as to and only as to the lands last hereinabove described, do hereby ratify, adopt and confirm the hereinabove described oil and gas lease in all of its terms and provisions and do hereby lease, demise and let said land and premises unto the said lessee hereinabove named, his assigns and successors in interest, as fully and completely as if we had originally been named as lessor in said lease and had executed, acknowledged and delivered the same; provided, however, that this instrument shall cover and bind all interest of the undersigned which may have been acquired subsequent to the date of the aforesaid oil and gas lease and is intended further to cover and bind any interest which the undersigned may hereafter acquire by way of reversion or otherwise.

It being provided further that the undersigned shall not be entitled to receive any portion of the rentals payable under said lease but such rentals shall be paid to the persons designated to receive such rentals in accordance with the terms and provisions of said oil and gas lease and their heirs, legal representatives, successors and assigns.

We hereby agree and declare that said oil and gas lease in all of its terms and provisions is binding on us and each of us and is a valid and subsisting oil and gas lease and that this instrument shall be binding upon the respective heirs, executors, administrators, successors or assigns of the undersigned.

EXECUTED this 24th day of September, 1984.

UNION STATE BANK

By: D.A. Bolton, Executive Vice President

ATTEST:

By: G. L. Leeper, President

STATE OF IOWA)
) ss.
COUNTY OF Madison)

Be it remembered that on this 24th day of September, 1984, before me, the undersigned, a Notary Public, duly commissioned, in and for the county and state aforesaid, came D.A. Bolton, Exec. Vice-President of Union State Bank, a corporation of the State of Iowa, personally known to me to be such officer, and to be the same person who executed as such officer the foregoing instrument of writing in behalf of said corporation, and he duly acknowledged the execution of the same for himself and for said corporation for the uses and purposes therein set forth.

IN WITNESS WHEREOF, I have set my hand and official seal on the day and year last above written.

My Commission Expires: 8-31-86

Notary Public, Jeannie M. Utsler
Residing at: 201 W. Court
Winterset, Iowa 50273

JEANNIE M. UTSLER
NOTARIAL SEAL
IOWA
MY COMMISSION EXPIRES
8-31-86

Return to: Outerbridge & Associates, Inc., 621 17th Street, Suite 1050, Denver, Colorado 80293