

August 26, 2009

Richard L. Oliver  
31050 Quail Hollow Circle  
Homeland, CA 92548

Re: Owner # 586230  
Allen 1-34  
Ellis and Roger Mills County, OK

Dear Mr. Oliver:

Per my conversation with Carolyn and Richard Oliver, on 08/18/09 this letter is to inform you that Zenergy Inc. is holding funds in suspense from production on the above well due to outstanding title curative requirements. We have made several attempts to contact various owners regarding this title requirement, but have previously been unsuccessful. It is my understanding that you and your brother, Norman L Oliver, and any children you may have are the only remaining descendents of Nelson Seyller. As such, we are requesting that you provide the documentation listed below to cure title for your interests in this well. If we do not receive this information in a timely manner, we will be **required to escheat all suspended funds to your state of residence**. I have attached a copy of the title requirement from the Division Order Title Opinion prepared by William F. Pain on May 15, 2004. To enable us to release suspended funds in the above well, please send us copies of the following:

1. Certified copy of the Final Decree entered in the Estate of Nelson Seyller, believed to be deceased on February 1, 1920. If his estate has been probated, then at a minimum the Final Decree should be filed in the office of the County Clerk of Ellis County, Oklahoma, indexed to Tract One; **or alternatively**,
2. Completed, notarized and recorded Heirship Affidavit (enclosed) by non-interested party and copy of Death Certificate. If he died leaving a Will, then a copy of the Will should be attached to the Heirship Affidavit.
3. As Nelson Seyller predeceased his wife, Sarah A Seyller, we will need the same documentation as above for her Estate recorded in Ellis County.

The above documentation should provide clear chain of title to Ruby M. (Seyller) Steinfeldt, party to the Stipulation and Cross Conveyance dated in July, 1966 recorded in Book 165 at Pages 329, 331, and 332. It is my understanding that Ruby M. (Seyller) Steinfeldt passed away on or about July 1, 1967. In order to distribute to her heirs please send us copies of the following:

1. Certified copy of the Final Decree entered in the Estate of **Ruby M. (Seyller) Steinfeldt and Opal L. Oliver**. If their estates have been probated, then at a minimum the Final Decree should be filed in the office of the County Clerk of Ellis County, Oklahoma, indexed to Tract One; or alternatively,
2. Completed, notarized and recorded Heirship Affidavit (enclosed) by non-interested party and copy of Death Certificate. If they died leaving a Will, then a copy of the Will should be attached to the Heirship Affidavit.

Please ensure that the above documentation has been recorded in Ellis County where the property is located. For your information, following is the address and phone number of the County Clerk's office:

(918) 743-5096

Ellis County Clerk  
100 S. Washington  
P.O.Box 179  
Arnett, OK 73832  
Phone: 580-885-7301

Please include the names, current address, phone number, and social security numbers of the heirs. If you have authorized any other person or entity to act on your behalf in such matters, please provide us with a copy of a Power of Attorney so that we can effectively communicate with the party that you have designated to handle this account.

Sincerely,

A handwritten signature in black ink, appearing to read 'Melodie Ballard', with a long, sweeping horizontal line extending to the right.

Melodie W. Ballard  
Division Order Analyst  
E-mail: [melodie.ballard@zenergyok.com](mailto:melodie.ballard@zenergyok.com)  
Phone: (918) 488-6436  
Fax: (918) 488-6506

### REQUIREMENT 3

Prior to December 31, 1919, Nelson Seyller owned all surface and mineral interest in Lot 1 of Section 34 [Ellis County] and accretions from Lots 6 and 7 of Section 27-T17N-R22W, Ellis County, Oklahoma, lying within the physical boundary of Section 34 (Tract One). By Warranty Deed dated December 26, 1919, filed December 31, 1919, recorded in Book 26, Page 229, Nelson Seyller and Sarah Seyller, husband and wife, conveyed to Robert Vincent all interest in Tract One, with the following reservation:

AParties of the first part reserves (sic) one half of all the royalty of oil and gas and other minerals on the above described property, also one half of all proceeds derived on oil and mineral leases.@

By Warranty Deed dated and filed January 25, 1946, recorded in Book 48, Page 507, Robert Vincent and Willa Vincent, husband and wife, conveyed to Arnold W. Brown and Faye Brown, husband and wife, joint tenants, all interest in Tract One Aexcepting therefrom any mineral rights heretofore disposed of.@ By a Stipulation and Cross-Conveyance executed at various times in July, 1966, and recorded in counterparts in Book 165 at Pages 329, 331 and 332, the following parties cross-conveyed all mineral interest in Tract One, Abeing fully participating mineral interests, which would include the right to lease, the right to participate in bonus, rentals, royalty and shut-in gas well royalties:@

<u>PARTY</u>	<u>MINERAL INTEREST</u>
Arnold Brown and Faye Brown, husband and wife, joint tenants	1/2
Arthur M. Green	30/288
Raymond Kinaman	15/288
Bennie Harman	15/288
Ruby Steinfeldt	60/288
Daphene Blossom Crawford	8/288
Nellie Maud Huguley	8/288
Edith Ann Mowery	8/288

All parties to the Stipulation and Cross Conveyance were strangers to title with the exception of Arnold Brown, presumed to be the same person as Arnold W. Brown, and Faye Brown, husband and wife, joint tenants. I assumed that all other parties were successors of Nelson Seyller and that the Stipulation and Cross Conveyance had the effect of ratification of Leases B, C, D, E and F by Arnold W. Brown and Faye Brown, husband and wife, joint tenants. This requirement affects the interest of all mineral owners in Tract One other than the undivided 2 mineral interest owned by Arnold W. Brown and Faye Brown, husband and wife, joint tenants, and an undivided 2 working interest in Tract One owned by Broughton Petroleum, Inc. through its full interest in Lease A.

You should satisfy the following requirements:

(1) As a preliminary matter, obtain and submit for examination and further requirement a certified copy of the Final Decree entered in the Estate of Nelson Seyller, presumed to be deceased. If his estate has been probated, then at a minimum the Final Decree should be filed in the office of the County Clerk of Ellis County, Oklahoma, indexed to Tract One; or alternatively,

(2) Obtain and submit for examination and further requirement a proof of death and heirship covering Nelson Seyller. If he died leaving a Will, then a copy of the Will should be attached to the proof of death and heirship. To ensure marketability of the undivided 2 mineral interest formerly owned by Nelson Seyller, his estate should be probated or other judicial proceedings should be conducted to show that his beneficiaries or successors were parties to the Stipulation and Cross Conveyance dated in July, 1966, recorded in Book 165 at Pages 329, 331 and 332. Afterwards, a certified transcript of complete proceedings should be submitted for examination and possible further requirement.

CURRENT STATUS OF REQUIREMENT 3: Unsatisfied.

David Wynn.