

NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM THIS INSTRUMENT BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

# AMENDMENT TO OIL AND GAS LEASE

STATE OF TEXAS

§

KNOW ALL MEN BY THESE PRESENTS:

COUNTY OF WARD

§

REFERENCE is made to that certain Oil and Gas Lease dated May 20, 2010, recorded in Volume 885, Page 262, Official Public Records, Ward County, Texas (the "Lease"), from Christine W. Palmer, a widow and Frederick A. Palmer, Joint Executors of the Estate of Frederick Palmer, Jr., as Lessor to Discovery Exploration, as Lessee, covering 40.00 gross acres of land, more or less, being the SW/4 of the SW/4 of Section 11, Block 1, W & NW RR Co. Survey, Ward County, Texas (the "Leased Premises"), reference being here made to the Lease for all purposes; and

WHEREAS, the Lease is now owned by SWEPI LP ("Lessee"); and

WHEREAS, the Lease is currently within its Primary Term, with an expiration date of May 20, 2015; and

WHEREAS, Lessor agrees to extend the primary term of the subject lease for an additional three (3) years through May 20, 2018; and

WHEREAS, Lessee and Lessor have agreed to change the royalty, as provided in the lease, to one-fourth (1/4), insofar and only insofar as it applies to production from the Wolfcamp Shale Formations or deeper; and

WHEREAS, it is the desire of the undersigned parties to ratify and amend the Lease so as to recognize the validity of the Lease as the same applies to all of the undersigned Lessor's interest in the leased premises.

NOW, THEREFORE, in consideration of the sum of Ten Dollars (\$10.00) in hand paid to Lessor, and the further consideration of the mutual advantages to the parties hereto and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby COVENANT and AGREE that the Lease is hereby amended and modified as follows:

The primary term, as extended, is hereby amended and further extended for an additional Three (3) years, through May 20, 2018 and as long thereafter as oil and gas are produced or operations, as defined in the Lease, are conducted upon the Leased Premises, or lands pooled therewith, with no cessation of more than ninety (90) consecutive days.

The royalties to be paid or delivered by Lessee to Lessor, its successor and/or assigns, as set forth in the Lease, shall be and are hereby amended so that the royalties to be paid or delivered by Lessee to Lessor, its successor and/or assigns are hereby **one-fourth (1/4), insofar and only insofar as it applies to the Wolfcamp Shale Formations or deeper** (royalties paid on production from all formations situated above (shallower than) the Wolfcamp Shale Formation shall remain 1/5); subject, however, in all other respects, to the provisions and conditions of the lease, as the same may have heretofore been amended.

Lessor herein acknowledges that the Lease, as amended, is in full force and effect, and except as expressly amended, modified and reformed herein, the Lease shall remain in full force and effect in accordance with its original terms and provisions, that the Lessor hereby ADOPTS, RATIFIES and CONFIRMS the Lease and further GRANTS, LEASES and LETS the leased premises unto Lessee, its successors and assigns, in accordance with the terms and provisions of the Lease.

IN WITNESS WHEREOF, the parties hereto have executed this Amendment to Oil and Gas Lease this 10 day of Feb, 2015.

LESSOR:

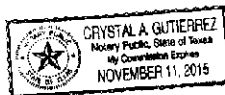
Christine W. Palmer  
Christine W. Palmer  
Frederick A. Palmer  
Frederick A. Palmer

STATE OF Texas §

COUNTY OF Bastrop §

This instrument was acknowledged before me on this 10 day of Feb, 2015, by **Christine W. Palmer** and **Frederick A. Palmer**, acting of their own free will and in the stated capacity.

Crystal A. Gutierrez  
Notary Public in and for State of Texas  
My Commission Expires: November 11, 2015



Texas Royalty Brokers

THE STATE OF TEXAS  
COUNTY OF WARD

I hereby certify that this instrument was FILED on the date and the time stamped hereon by me and was duly RECORDED in the Records of Ward County, Texas.

15-1435 B: OPR V: 1037 P: 341 AMD  
04/01/2015 10:54 AM



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Natrell Cain  
Natrell Cain, County Clerk  
Ward County, Texas