

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

**ASSIGNMENT OF WORKING
INTEREST IN AN OIL AND GAS WELLBORE**

(Moy South #1-H Well)

STATE OF TEXAS §

COUNTY OF KARNES §

KNOW ALL MEN BY THESE PRESENTS:

THAT for Ten and No/100 Dollars (\$10.00) and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned, TIDAL PETROLEUM, INC., a Texas Corporation (hereinafter referred to as "Assignor"), whose address is 5501 Mid Cities Parkway, Suite 200, Schertz, Texas 78154, subject to the following terms, provisions, definitions, and conditions, does hereby BARGAIN, SELL, TRANSFER, ASSIGN, and CONVEY to RICHARD L. FALKENHAGEN (hereinafter referred to as "Assignee"), whose address is 22222 HOLLY CREEK TRAIL, TOMBALL, TX 77377 an Undivided 0.0147058823 Working Interest in and to the oil, gas and mineral leases described on Exhibit "A" attached hereto and made a part hereof (hereinafter referred to collectively as the "Subject Leases"), IN SO FAR AND ONLY IN SO FAR as the Subject Leases cover the Moy South #1-H Wellbore ("Wellbore") rights in the Moy South #1-H Well being API# 255-35939 in Karnes County, Texas ("Subject Well"). The Wellbore is located in that certain tract of land lying and situated in Karnes County, Texas, and being more particularly described on the attached Exhibit "A". The Wellbore is depicted as the staked Moy South #1-H Well ("Subject Well") location on the Plat marked Exhibit "B", attached hereto and made a part hereof for all purposes.

It is expressly agreed that this Wellbore Assignment shall not vest in Assignee the following rights or privileges:

- (a) To sidetrack the Wellbore or in any way deviate from the existing Wellbore;
- (b) To recomplete or produce the Wellbore in any formation other than the Eagle Ford Formation;
- (c) To extend the Wellbore vertically or horizontally.

Notwithstanding the rules and regulations of the Railroad Commission of Texas, Assignor shall have the right, in its sole and absolute discretion, to designate acreage in any form surrounding the wellbore as "Proration Acreage," and there is reserved to the Assignor and Assignor's successors or assigns all oil, gas and related hydrocarbons outside the Wellbore's agreed Proration Acreage, together with the right to drill one or more horizontal drainholes through such Proration Acreage; provided, that portion of any horizontal drainhole drilled through Assignee's Proration Acreage as to the Eagle Ford Formation only shall be conclusively deemed to be a "no perforation zone." All other geological formations other than the Eagle Ford Formation are reserved to Assignor and may be explored and produced by Assignor.

This Assignment includes any renewal, extension, ratification and amendment to the Subject Leases. Assignor may amend the Subject Leases without the approval of Assignee.

Assignee has no individual right of ingress and egress across the Subject Leases for access to the assigned Wellbore or acreage. Assignor reserves to itself all rights-of-way, easements, servitudes, surface use agreements, off-lease site agreements and subsurface easements, subsurface leases, permits and licenses, if any, to the extent that they are transferable and are appurtenant to, or used in connection with the ownership or operation of the Wellbore herein assigned.

201900003727 ASGMT
08/27/2019 10:44:45 AM Total Pages: 9 Fee: 54.00
Carol Swize, County Clerk - Karnes County, Texas



This Assignment is made subject to the following:

1. The terms and provisions of the Subject Leases, including Assignee's proportionate share of all royalties and overriding royalties (collectively, "Royalty") outstanding, under or against the Subject Leases, INsofar AND ONLY INsofar as the Subject Leases cover the Wellbore, and which are in existence as of the date of execution of this instrument, which Royalty totals an undivided .30000 of 8/8 (30.0%) of production of hydrocarbons from and/or attributable to the Subject Leases; and
2. The terms and provisions of the Subject Leases and Unit Designation as described on Exhibit "A" INsofar AND ONLY INsofar as the Subject Leases and Unit Designation cover the Wellbore.
3. The terms and provisions of that certain Operating Agreement dated March 16, 2018, by and between Tidal Petroleum, Inc., Assignor, as Operator, and Assignee and others, as Non-Operator, an executed copy of which is in the possession of Assignor and Assignee, reference to which is hereby made for all purposes ("JOA"). In the event of a conflict between the JOA and this Assignment, the terms and provisions of this Assignment shall control.
4. For purposes of this Assignment, the definition of "Wellbore" shall be the right of Assignee in this Assignment to participate as a Working Interest Owner in the Subject Well.
5. The continuing right reserved by Assignor to unilaterally and without prior consent or approval of Assignee release all or part of the Subject Leases, including all rights of Assignee to the Wellbore in the event of plugging and abandonment of the Subject Well and in accordance with the terms and provision of the Subject Leases and the JOA.

With respect to the Undivided Working Interest in and to the Subject Leases, INsofar AND ONLY INsofar as the Subject Leases cover the Wellbore, being assigned herein, this instrument is executed, delivered and recorded WITHOUT ANY REPRESENTATIONS OR WARRANTIES (OF TITLE, MERCHANTABILITY, OR OTHERWISE), EITHER STATUTORY, EXPRESS OR IMPLIED.

The terms and provisions of this instrument shall be binding upon and shall inure to the benefit of Assignor and Assignee, their respective heirs or successors and assigns.

IN WITNESS WHEREOF, this instrument is executed this 1st day of August, 2019, but shall be effective as of the date of the first production from the Subject Well.

ASSIGNOR:

TIDAL PETROLEUM, INC.

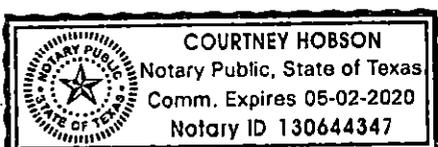
BY:

[Handwritten Signature]
JEFFREY SCHRANTZ, Vice President

ACKNOWLEDGEMENT

STATE OF TEXAS §
COUNTY OF GUADALUPE §

This instrument was acknowledged before me on this the 1st day of August, 2019, by JEFFREY SCHRANTZ, Vice-President of TIDAL PETROLEUM, INC., a Texas Corporation, on behalf of said corporation.



[Handwritten Signature]
NOTARY PUBLIC, STATE OF TEXAS

EXHIBIT "A"

Tract No. 1
Lease Date: September 13, 2017
Lessor: Joe Samora, Jr
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003567

Tract No. 2
Lease Date: August 22, 2017
Lessor: Manuel De Los Santos, et ux
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003568

Tract No. 3
Lease Date: September 14, 2017
Lessor: CIB LINGS Investments, LLC
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003569

Tract No. 4
Lease Date: August 30, 2017
Lessor: Joyce A. Dool
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003570

Tract No. 5
Lease Date: September 4, 2017
Lessor: Lupe C. Turner & Lisa M. Turner
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003571

Tract No. 6
Lease Date: September 4, 2017
Lessor: Pedro Garza Cortez, Jr.
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003572

Tract No. 7
Lease Date: August 29, 2017
Lessor: Lisa Brown; Samuel Cisneros & wife Elena Cisneros
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003573

Tract No. 8
Lease Date: September 15, 2017
Lessor: Brian K. Butler
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003575

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Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003575

Tract No. 8
Lease Date: September 19, 2017
Lessor: Julie Green, f/k/a Julie V. Butler
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003574

Tract No. 9
Lease Date: September 1, 2017
Lessor: Joseph Chitwood & wife, Samantha Medellin Chitwood
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003576

Tract No. 10
Lease Date: September 7, 2017
Lessor: Robert M. Ramirez and Vanessa R. Butler
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003577

Tract No. 11
Lease Date: September 12, 2017
Lessor: Fermin Torres & wife, Nancy Torres
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003578

Tract No. 12
Lease Date: December 1, 2017
Lessor: Geneva Lorraine Gilley
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004439

Tract No. 13
Lease Date: August 29, 2017
Lessor: Richard Cisneros & wife, Lisa Brown
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003579

Tract No. 14
Lease Date: August 24, 2017
Lessor: Don R. Gilley
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003580

Tract No. 15
Lease Date: October 3, 2017
Lessor: Timothy L. Crow
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004303

Tract No. 16
Lease Date: September 13, 2017
Lessor: Frank A. Olinick & wife, Dorothy F. Olinick
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003581

Tract No. 17
Lease Date: September 29, 2017
Lessor: Rachel V. Bolton a/k/a Rachel V. Leal
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004570

Tract No. 17
Lease Date: October 6, 2017
Lessor: Ronda Villarreal Echols
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004571

Tract No. 17
Lease Date: September 29, 2017
Lessor: Richard Gutierrez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004572

Tract No. 17
Lease Date: October 3, 2017
Lessor: Roxanne Villarreal
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004573

Tract No. 18
Lease Date: September 28, 2017
Lessor: Rachel Arenas Ambriz, a/k/a Raquel Arenas Ambriz by Michael Ambriz, Guardian of the Person and Estate of Rachel Ambriz, a/k/a Raquel Ambriz, an Incapacitated Person
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003809
Ratification of Lease: Doc#201900003222

Tract No. 19
Lease Date: October 21, 2017
Lessor: Eloy F. Rodriguez, a/k/a Eloy Rodriguez and wife, Marina Rodriguez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004272

Tract No. 20
Lease Date: December 4, 2017
Lessor: Guadalupe Hernandez, by Agent and AIF, Marina Rodriguez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004514

Tract No. 21
Lease Date: December 13, 2017
Lessor: Daniel Gilley and wife, Janice A. Gilley
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004513

Tract No. 22
Lease Date: September 10, 2017
Lessor: Donnie L. Fenner
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003582

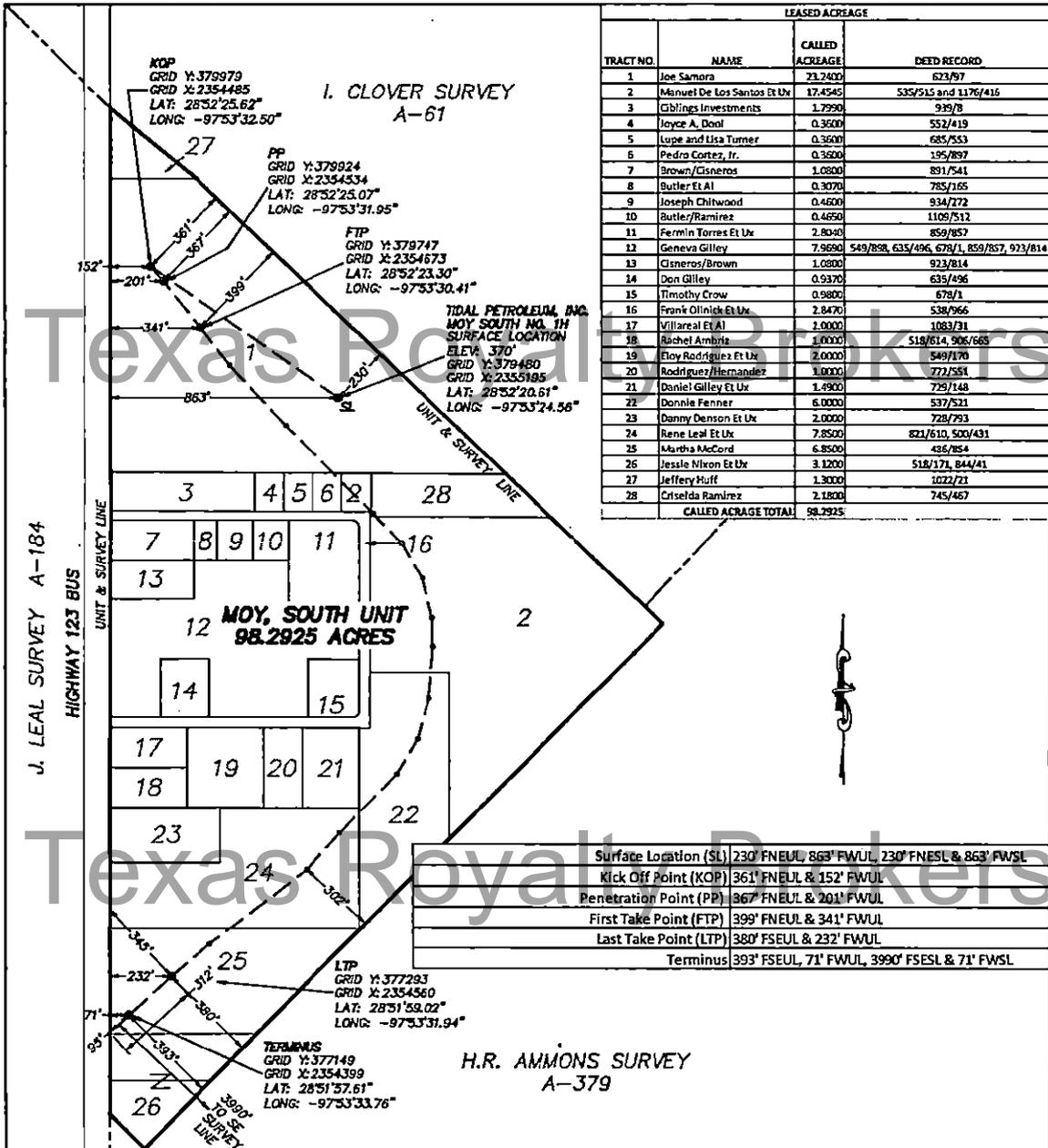
Tract No. 23
Lease Date: August 22, 2017
Lessor: Danny L. Denson and wife, Tricia Denson
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003583

Tract No. 24
Lease Date: August 23, 2017
Lessor: Rene Leal and wife, Belinda Leal
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003584

Tract No. 25
Lease Date: October 2, 2017
Lessor: Martha J. McCord
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003808

Tract No. 26
Lease Date: August 30, 2017
Lessor: Jessie R. Nixon a/k/a Jessie Ray Nixon and wife Mary Nixon
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700003585

Tract No. 27
Lease Date: September 18, 2017
Lessor: Jeffery Alan Huff
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Doc# 201700004006



Surface Location (SL) is 230' from the northeast unit line, 863' from the west unit line, 230' from the northeast survey line, 863' from the west survey line, and is situated just south of the town of Karnes City, TX.

There may be existing pipelines not shown on this plat. Use the Texas One Call System to locate pipelines before performing any excavation on this property.

Bearings, distances, and coordinates are based on the Texas State Plane Coordinate System, North American Datum of 1927, South Central Zone.

Geographic coordinates are based on North American Datum of 1927.

PLAT SHOWING AS-DRILLED LOCATION MADE FOR

TIDAL PETROLEUM, INC.
MOY, SOUTH UNIT NO. 1H

H.R. AMMONS, A-379
KARNES COUNTY, TEXAS

500 0 250 500

(IN FEET)

This plat meets the requirements for filing a well location plat with the Texas Railroad Commission and is intended solely for that purpose. This plat is not intended to represent a boundary survey and does not meet the requirements for boundary surveys in the State of Texas, prepared this the 7th day of September, 2018.



FIRM REG. NO. 10193705
506 Second Street
P.O. Box 1284
Woodsboro, TX 78393
Phone 361-543-8161
Fax 361-288-8438



Nathan Eby

Registered Prof. Land Surveyor
Registration No. 6198

FILED AND RECORDED

Instrument Number: 201900003727

Filing and Recording Date: 08/27/2019 10:44:45 AM Pages: 9 Recording Fee: \$54.00

I hereby certify that this instrument was FILED on the date and time stamped hereon and RECORDED in the OFFICIAL RECORDS of Karnes County, Texas.



Carol Swize

Carol Swize, County Clerk
Karnes County, Texas

ANY PROVISION CONTAINED IN ANY DOCUMENT WHICH RESTRICTS THE SALE, RENTAL, OR USE OF THE REAL PROPERTY DESCRIBED THEREIN BECAUSE OF RACE OR COLOR IS INVALID UNDER FEDERAL LAW AND IS UNENFORCEABLE.

gcantu

Texas Royalty Brokers

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