

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 #1-H Well)

STATE OF TEXAS §

KNOW ALL MEN BY THESE PRESENTS:

COUNTY OF KARNES §

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 15993 FM 1887 RD, HEMPSTEAD, TX 77445, an Undivided 0.015151515 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"), INSOFAR AND ONLY INSOFAR as the Subject Leases cover the Moy #1-H Wellbore ("Wellbore") rights in the Moy #1-H Well, being API# 255-34895 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 #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.

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, INSO FAR AND ONLY INSO FAR 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 .300000 of 8/8 (30%) 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", INSO FAR AND ONLY INSO FAR as the Subject Leases and Unit Designation cover the Wellbore.
3. The terms and provisions of that certain Operating Agreement dated July 22, 2015, 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, INSO FAR AND ONLY INSO FAR 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 11th day of August, 2016, but shall be effective as of the date of the first production from the Subject Well.

ASSIGNOR:

TIDAL PETROLEUM, INC.

BY:


PATRICK GAUNTT, Vice President

ACKNOWLEDGEMENT

STATE OF TEXAS §

COUNTY OF GUADALUPE §

This instrument was acknowledged before me on this the 11th day of August 2016, by PATRICK GAUNTT, Vice-President of TIDAL PETROLEUM, INC., a Texas Corporation, on behalf of said corporation.


NOTARY PUBLIC, STATE OF TEXAS



EXHIBIT "A"

Unit Tract No: 1
Lease Date: August 14, 2014
Lessor: Oscar G. Quintanilla and wife, Alicia F. Quintanilla
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 442

Unit Tract No: 2
Lease Date: August 14, 2014
Lessor: Petra Rodriguez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 444

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Alexandria Rodriguez Greeno
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146270

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Alice Rodriguez Olmedo
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146262

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Anita Gomez Rodriguez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146263

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Daniel Rodriguez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146268

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Edward Rodriguez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146267

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Freedom Rodriguez Gutierrez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146266

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Pablo Rodriguez Jr., by and through Attorney-in-Fact, Alice Rodriguez Olmedo
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146265

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Pompoza Gomez Martinez
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146264

Unit Tract No: 2
Lease Date: October 16, 2015
Lessor: Simona Rodriguez Sixta
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500146269

Unit Tract No: 3
Lease Date: August 14, 2014
Lessor: Linda M. Newby
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 466

Unit Tract No: 4
Lease Date: May 12, 2015
Lessor: David C. Wood, Jr. and wife, Dorothy M. Wood
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500142652

Unit Tract No: 5
Lease Date: August 14, 2014
Lessor: Rene Jones and wife, Angie Jones
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 446

Unit Tract No: 6
Lease Date: August 11, 2014

Lessor: Annie Lee Klesel, by Attorney-in-Fact, Shirley Ann Talley
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 454

Unit Tract No: 7
Lease Date: August 14, 2014
Lessor: William Jack Bourland and wife, Kathy A. Bourland
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 456

Unit Tract No: 8
Lease Date: August 14, 2014
Lessor: Tracy Witte and wife, Melanie Witte
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 448

Unit Tract No: 9
Lease Date: August 14, 2014
Lessor: Favian Padron and wife, Maria Silvia Padron
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 462

Unit Tract No: 10
Lease Date: August 14, 2014
Lessor: Carey Wayne Zimmermann and wife, Lora Lea Zimmermann
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 440

Unit Tract No: 10
Lease Date: August 19, 2014
Lessor: Catherine Lee Zimmermann Griffin, dealing with her sole and separate property
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 450

Unit Tract No: 11
Lease Date: August 13, 2014
Lessor: Lee Roy Kerlick, Jr. and wife, Pamela Kay Kerlick
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 452

Unit Tract No: 12, 14, 16 and 18
Lease Date: May 8, 2015

Lessor: Karnes M-5 Minerals, LP, a Texas limited
partnership
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500142384

Unit Tract No: 13
Lease Date: September 25, 2014
Lessor: Murray L. Frenzel
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 460

Unit Tract No: 13
Lease Date: September 25, 2014
Lessor: Synde S. Templeman
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 464

Unit Tract No: 13 and 17
Lease Date: September 16, 2014
Lessor: Harvey E. Frenzel, Jr.
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 458

Unit Tract No: 15
Lease Date: August 12, 2014
Lessor: Rose Marie Jauer
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 438

Unit Tract No: 19
Lease Date: May 8, 2015
Lessor: Nathan Lee Moy
Original Lessee: Tidal Petroleum, Inc.
Recording Information: File No. 201500142385

Unit Tract No: 20
Lease Date: August 26, 2014
Lessor: Dennis Carl Mika and wife, Vivian K. Mika
Original Lessee: Tidal Petroleum, Inc.
Recording Information: Volume 1205, Page 436

INSOFAR AND ONLY INSOFAR as the Subject Leases are described in that certain Designation of 138.5098 acre Moy Horizontal Unit dated effective January 1, 2016, and recorded in Document No. 201600001314, Official Records, Karnes County, Texas, and further insofar as to the Moy #1-H Wellbore.

EXHIBIT B

Texas Royalty Brokers

Texas Royalty Brokers

TIDAL PETROLEUM, INC.
Moy - Well No. 1
Elev. 418'
GRID Y: 394069
GRID X: 2358597
LAT: 28°54'44.74"
LONG: -97°52'44.73"

A. LOMBARDO SURVEY A-179

COUNTY ROAD 354

47.36 Acre Tract
Silvia Ramirez Smith
814/668, O.R.

W. H. TATE SURVEY A-235

Theresa Morales Pruneda
1127/129, O.R.

Survey Line

138.5098
ACRES

T. J. KYLE SURVEY A-169

Surface Hole Location (SHL)	291' FWUL, 301' FNEUL, 291' FWSL & 1351' FSSL
Kick Out Point (KOP)	312' FWUL & 38' FNEUL
Penetration Point (PP)	344' FWUL & 193' FNEUL
First Take Point (FTP)	356' FWUL & 306' FNEUL
Last Take Point (LTP)	352' FWUL & 235' FSEUL
Terminus	353' FWUL, 92' FSEUL, 353' FWSL & 2238' FNSL

Surface Hole Location (SHL) is situated approximately 2 miles northeast from 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.

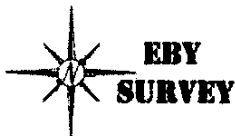
Bearings, distances, and coordinates are based on the Texas State Plane Coordinate System, North American Datum of 1927, South Central Zone.

Geographic coordinates are based on North American Datum of 1927.

PLAT SHOWING AS-DRILLED LOCATION MADE FOR
TIDAL PETROLEUM, INC.
MOY - WELL NO. 1H
W. H. TATE SURVEY, A-235
KARNES COUNTY, TEXAS

1000 0 500 1000
(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 8th day of April, 2016.



Nathan Eby
Registered Professional Land Surveyor

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

FILED AND RECORDED

Instrument Number: 201600003369

Filing and Recording Date: 08/29/2016 03:32:44 PM Pages: 9 Recording Fee: \$44.00

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.

crodriguez

Texas Royalty Brokers

Texas Royalty Brokers