

PLAN OF ALLOCATION

With reference to the Excel spreadsheet sent to us via email, dated October 21, 2009, entitled "By Month Settlement(W1066974).XLSX," (the Spreadsheet) perform the following calculations:

- A. For each month shown under the "Gross Proceeds" and the "Silent Leases" Tab on the Spreadsheet, disassemble the data for each month to show each interest owner whose payments are reflected in such data (Royalty Owner) and that Royalty Owner's information for each of the columns shown the Spreadsheet (Owner Information By Month);
- B. Under the "Gross Proceeds" Tab of the Spreadsheet, for each Owner Information by Month, sum the amounts in columns H and O (Gross Proceeds Principal Amount—Owner Information by Month) and then compute interest on each such Gross Proceeds Principal Amount—Owner Information by Month at 8% compounded per annum (Owner Monthly Amount for Gross Proceeds Leases) through November 1, 2009; and total all Owner Monthly Amounts for Gross Proceeds Leases (the Grand Total for Gross Proceeds Leases);
- C. Under the "Silent Leases" Tab of the Spreadsheet, for each Owner Information by Month, sum the amounts in columns D and K (Silent Leases Principal Amount—Owner Information by Month); calculate 80% of each such Silent Leases Principal Amount—Owner Information by Month; and then compute interest on each such Silent Leases Principal Amount—Owner Information by Month at 8% compounded per annum (Owner Monthly Amount for Silent Leases) through November 1, 2009; total all Owner Monthly Amounts for Silent Leases (the Grand Total for Silent Leases);
- D. Total the Grand Total for Gross Proceeds Leases and the Grand Total for Silent Leases (Formula Grand Total);
- E. Divide 3,626,000 by the Formula Grand Total to Arrive at Adjustment Factor;
- F. Multiply the Adjustment Factor by each Owner Monthly Amount for Gross Proceeds Leases (Adjusted Owner Monthly Amount for Gross Proceeds Leases);
- G. Multiply the Adjustment Factor by each Owner Monthly Amount for Silent Leases (Adjusted Owner Monthly Amount for Silent Leases);
- H. For each Royalty Owner, total each Adjusted Owner Monthly Amount for Gross Proceeds Leases and each Adjusted Owner Monthly Amount for Silent Leases.

