JOHNSON COUNTY TEXAS ATTN ROGER HARMON CO JUDGE **CLEBURNE TX, 760330000**

DIVISION ORDER



Property Number:

641643

Owner Number: 598845

Property Name:

NAUTILUS 6H

Interest Type:

Operator:

CHESAPEAKE OPERATING LLC

Net Acres:

Lease Roy Rate: Unit Interest:

County, St:

JOHNSON, TX

3.310000 Net Acres: 0.25000000 0.00125573

Unit Gross Acres:

658.980000

APO

BPO

Lease Roy Rate: **Unit Interest:**

Legal Desc:

658.98 ACRES; CHRISTOPHER CHANEY, A-124

Title Requirement: Lease Number:

None

APO 2

Net Acres: <u>Lease Roy Rate:</u> <u>Unit Interest:</u>

TX6995565-000

Effective Date:

4/9/2015

Pay Status:

PA

The undersigned certifies the ownership of their decimal interest in production or proceeds, as described above, payable by Chesapeake Operating, LLC (Payor).

Payor shall be notified, in writing, of any change in ownership, decimal interest or payment address. All such changes shall be effective the first day of month following receipt of such notice.

Payor is authorized to withhold payment pending resolution of a title dispute or adverse claim asserted regarding the interest in production claimed herein by the undersigned. The undersigned agrees to indemnify and reimburse Payor any amount attributable to an interest to which the undersigned is not entitled.

Payor may accrue proceeds until the total amount equals \$50.00, or pay annually, whichever occurs first, or as required by applicable state statute.

This Division Order does not amend any lease or operating agreement between the undersigned and the lessee or operator or any other contracts for the purchase of oil or gas.

In addition to the terms and conditions of this Division Order, the undersigned and Payor may have certain statutory rights under the laws of the state in which the property is located.

OWNER SIGNATURE(S)	SOCIAL SECURITY/ TAX ID NUMBER	MAILING ADDRESS FOR PAYMENT
Dellie Rice	754001030	4 2 main St., Rm 120 Cleburne, Tx 76033
HOME PHONE NUMBER	CELL PHONE NUMBER	CORRESPONDENCE ADDRESS
		Same as above
WORK PHONE NUMBER	FAX NUMBER	EMAIL ADDRESS
817-556-6360	817.556-6359	County i udge @ johnson county tx org

Federal Law requires you to furnish your Social Security or Taxpayer Identification Number. Failure to comply will result in 28% tax withholding and will not be refundable by Payor.

Owner No: 598845 Int Type: 2

Owner: JOHNSON COUNTY TEXAS

Requirement # 1

Most property owners in your area are subject to a Deed of Trust, or mortgage. If an oil and gas lease is executed after the date of the mortgage, the mortgage company must subordinate the Deed of Trust to the oil and gas lease. Please read below for more information on how to obtain a mortgage subordination and avoid the placement of your interest into suspense. If there is no current mortgage on your property, please provide us with a recorded copy of the release, or sign the statement of exemption below and return either the release, or statement with your division order.

A subordination agreement gives the oil and gas well operator the authority to distribute royalties directly to the property owner, as well as protect the oil and gas well operator's rights under the oil and gas lease. Attached hereto is a blank subordination form to be filled out by you and/or your mortgage company. It should be executed by an authorized representative of the mortgage company and returned to Chesapeake. We ask that you please contact your mortgage company as soon as possible to begin this process so you do not experience any inconvenience in royalty suspension.

Regardless of any encumbrances on your property, you will receive royalties once you have executed and returned your division order to Chesapeake. However, if after thirty (30) days from the date of this notice we have not received a subordination agreement from your mortgage company, or a release, or a signed statement of exemption, we must, unfortunately, place your royalties in suspense, pending receipt of the requested documents. Please be sure to sign your division order in the presence of a witness and return the division order to Chesapeake either by regular mail at the address shown on the division order, or by fax to 405-879-9563, at your earliest convenience. You may return your division order prior to your subordination form.

If you have any questions or need additional information, please feel free to contact us at 1-877-CHK1GAS.

STATEMENT OF EXEMPTION:

My property is not subject to a mortgage, deed of trust, or other encumbrances

Name:	- Roger Harmon	
Address:	#2 main St., Rn 120 Telephone:	817-556-6360
	Clehurne Tx 76033 Email:	County Judge @johnsoncountytx.org
Signature	Roge Horns	