

EXHIBIT "A"

Oil, Gas and Mineral Leases

1. Oil, Gas and Mineral Lease dated June 11, 1933, between B. F. Pearce et ux, as Lessor, and Shell Petroleum Corporation, as Lessee, recorded in Vol. 13, Page 47, of the Oil and Gas Records of DeWitt County, Texas, and in Book 16, Page 618 of the Lease Records of Lavaca County, Texas, as amended, insofar and only insofar as said lease covers the following described land:

230.53 acres, more or less, being all of the 316.5 acres out of the Charles Delmas Survey, A-157, the R. L. Trott Survey, A-735, and the Hiram Turner Survey, A-452, Lavaca County, Texas, as described in the above Oil, Gas and Mineral Lease, as amended September 15, 1939, Save and Except 85.97 acres, more or less, described in Partial Release dated July 25, 1951, executed by Shell Oil Company, recorded in Book 71, Page 126, Lease Records of Lavaca County, Texas.

2. Oil, Gas and Mineral Lease dated June 11, 1933, between Julia Bailey McDonald et al, as Lessor, and Shell Petroleum Corporation, as Lessee, recorded in Book 17, Page 57, of the Lease Records of Lavaca County, Texas, re-recorded in Book 26, Page 329 of the Lease Records of Lavaca County, Texas, insofar and only insofar as said lease covers 85 acres, more or less, of land out of the Sebastian Martin Survey, A-327, Lavaca County, Texas, and being more particularly described as Second Tract in said Oil, Gas and Mineral Lease.

3. Oil, Gas and Mineral Lease dated June 13, 1933, between T. T. Shows et ux, as Lessor, and Shell Petroleum Corporation, as Lessee, recorded in Book 16, Page 559, of the Lease Records of Lavaca County, Texas, covering 75 acres, more or less, out of and a part of the Sebastian Martin Survey, A-327, Lavaca County, Texas, and being more particularly described in said lease.

4. Oil, Gas and Mineral Lease dated October 23, 1939, between E. M. Schoonover et al, as Lessor, and Shell Oil Company, Incorporated, as Lessee, recorded in Book 26, Page 310, of the Lease Records of Lavaca County, Texas, covering 75 acres, more or less, out of and a part of the Sebastian Martin Survey, A-327, Lavaca County, Texas, and being more particularly described in said lease.

5. Oil, Gas and Mineral Lease dated October 23, 1939, between E. M. Schoonover, Sr. et al, as Lessor, and Shell Oil Company, Incorporated, as Lessee, recorded in Book 26, Page 225 of the Lease Records of Lavaca County, Texas, covering 75 acres, more or less, out of and a part of the Sebastian Martin Survey, A-327, Lavaca County, Texas, and being more particularly described in said lease.

The above described leases are subject to that certain Gas Purchase Contract dated July 19, 1972, between Highland Resources, Inc., as Seller, and Texas Eastern Transmission Corporation, as Buyer.