

**NOTICE OF TRUSTEE'S SALE**

Date: October 13, 2017

**Assert and protect your rights as a member of the armed forces of the United States of America. If you or your spouse is serving on active military duty, including active military duty as a member of the Texas National Guard or the National Guard of another state or as a member of a reserve component of the armed forces of the United States, please send written notice of the active duty military service to the sender of this notice immediately.**

**Deed of Trust:** Deed of Trust, Mortgage, Security Agreement, Assignment of Production and Financing Statement (As-Extracted Collateral Including, Oil, Gas and Minerals), amended, dated, filed and recorded as set forth in Exhibit A, which is attached hereto and incorporated herein by reference.

Dated: January 30, 2017

Recording information: 272051, Real Property Records of Terry County, Texas

**Grantor:** Siluro Energy LLC, a Texas limited liability company, and Zephyr Oil and Gas, Ltd., a Texas limited partnership

**Grantor's Address:** 3300 N. A. Street, Building 1-222  
Midland, Texas 79705

**Trustee:** Lance McDougall

**Trustee's Address:** 600 N. Marienfeld, Suite 100  
Midland, Texas 79701

**Lender:** Security Bank

**Lender's Address:** 600 N. Marienfeld, Suite 100  
Midland, Texas 79701

**Security:** A Promissory Note dated January 30, 2017 in the original principal amount of \$4,714,430.20 executed by Borrower Tritium Resources, Ltd and payable to the Lender, as renewed and extended by a Promissory Note on January 30,

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2017 in the original principal amount of \$4,714,430.20 executed by Borrower Tritium Resources, Ltd, Siluro Energy, LLC and Zephyr Oil and Gas Ltd. and payable to the Lender ("Note").

A Promissory Note dated January 30, 2017 in the original principal amount of \$173,586.59 executed by Borrower Tritium Resources, Ltd, Siluro Energy, LLC and Zephyr Oil and Gas Ltd. and payable to the Lender ("Second Note").

Property: The oil, gas and/or mineral properties described on Exhibit B, which is attached hereto and incorporated herein by reference (the "Property").

**Foreclosure Sale:**

Trustee's Address: 600 N. Marienfeld, Suite 100  
Midland, Texas 79701

Date of Sale: November 7, 2017

Time of Sale: 12:00 p.m. or not more than three ours  
thereafter

Place of Sale: Terry County Courthouse  
500 West Main  
Brownfield, Texas 79316  
Sale will take place inside the North entrance of  
the courthouse, or in a place designated by the  
County Commissioners.

Terms of Sale: The Foreclosure Sale will be conducted as a public  
auction and the Property will be sold to the highest  
bidder for cash, except that Lender's bid may be by  
credit against the indebtedness secured by the lien  
of the Deed of Trust.

Default has occurred in the payment of the Note and the Second Note and in the performance of the obligations of the Deed of Trust. Because of that default, Lender, the owner and holder of the Note, is entitled to have the security interests of the Deed of Trust foreclosed and to enforce the payment of all sums secured thereby.

The Deed of Trust may encumber both real and personal property. Formal notice is hereby given of Lender's election to proceed against and sell both the real property and any personal property described in the Deed of Trust in accordance with the Lender's rights and remedies under the terms of the Deed of Trust and pursuant to Section 9.604(a) of the Texas Business and Commerce Code.

Lender appointed Lance McDougall as Trustee in the Deed of Trust dated January 30, 2017. Lender has instructed Trustee to proceed with foreclosure under the Deed of Trust.

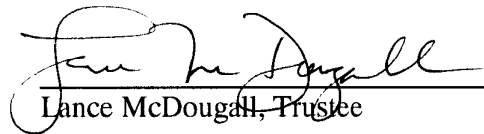
Therefore, notice is given that on and at the date, time and place for the Foreclosure Sale described above, Trustee will sell the Property by public auction to the highest bidder for cash in accordance with the Terms of Sale herein, the Deed of Trust and applicable law. The public auction will be held the first Tuesday in November, 2017, November 7, 2017, between the hours of 10:00 a.m. and 4:00 p.m., with the first sale to begin at the earliest at 12:00 p.m., but not later than 3 hours after that time, at the County Courthouse in Terry County, Texas, in accordance with the provisions of the Deed of Trust.

Those desiring to purchase the Property will need to demonstrate their ability to pay cash on the day the Property is sold.

Notice is given that before the Foreclosure sale, Lender may appoint another person as Trustee to conduct the Foreclosure Sale.

The name and address of the sender of this notice is:

Lance McDougall, Trustee  
600 N. Marienfeld, Suite 100  
Midland, Texas 79701

  
Lance McDougall, Trustee



**EXHIBIT A**

**Schedule of Security Instruments**

<b>Document</b>	<b>County</b>	<b>Vol. / Page</b>	<b>File No.</b>	<b>Date Filed</b>
Deed of Trust, Mortgage, Security Agreement, Assignment of Production and Financing Statement from Siluro Energy LLC, a Texas limited liability company, and Zephyr Oil and Gas, Ltd., a Texas limited partnership to or for the benefit of Security Bank, covering those certain leases and oil and gas properties and descriptions thereof are incorporated herein by reference, recorded in the following counties at the respective volume and page number and/or file number.	Andrews, Texas		17-0600	February 15, 2017
	Gaines, Texas		2017- 1107	February 15, 2017
	Terry, Texas		272051	February 15, 2017
	Lea, New Mexico		02130 Official Public Records	February 15, 2017

## EXHIBIT B: Property Descriptions

Any and all of Grantor's interest in any oil, gas and mineral interests, minerals, royalties, overriding royalty interests, leasehold interests and/or operating rights located in the counties and states set forth on the cover page of this instrument ("Interests") which Interests described therein are incorporated herein by reference, including, but not limited to, the Interests described below derived from any Oil, Gas and Mineral Lease(s) and/or Oil and Gas Lease(s).

### TERRY COUNTY, TEXAS

3. Barron 4 No. 2, Holmes 23-4 Unit No. 1H, Knuckle Ball No. 1, State Henson 20 No. 1, State Holder 24 No. 1, State Travis 20 No. 1 and State Travis-Henson 20 Unit No. 1H

All of Grantor's Leasehold and accompanying Net Revenue Interests in and to and/or derived from the following Oil and Gas Lease(s) and/or Oil, Gas and Mineral Lease(s) covering, in whole or in part, the following described lands, to-wit:

LEASE NO.	LESSOR	LESSEE	DATE	BOOK	PAGE
TX1027-0004-005	GINALU HOLMES HAMILTON ET VIR BURNS T HAMILTON	W&T OFFSHORE INC	7/1/14	873	477
TX1027-0004-006	LANYA HOLMES PAKAN	W&T OFFSHORE INC	7/1/14	873	485
TX1027-0009-044	ANNE ELLIOTT GETZ	W&T OFFSHORE INC	7/18/13	859	707
TX1027-0009-058	FRANK G WOODSIDE	W&T OFFSHORE INC	6/23/14	873	495
TX1027-0009-059	VIVIAN LURINE WOODSIDE TUCKER	W&T OFFSHORE INC	6/23/14	873	498
TX1027-0009-060	KATHRYN MARIE WOODSIDE PHILLIPS	W&T OFFSHORE INC	6/23/14	873	501
TX1027-0009-061	JERRY CHARLES BOOKMAN	W&T OFFSHORE INC	7/10/14	873	556
TX1027-0009-062	EDDIE CROWDER	W&T OFFSHORE INC	7/10/14	873	489
TX1027-0009-063	BOBBY JOE GILLIAM	W&T OFFSHORE INC	7/23/14	873	492
TX1027-0009-064	NORMA J CHANLEY	W&T OFFSHORE INC	8/24/14	875	529
TX1027-0009-065	ROY G BARTON III	W&T OFFSHORE INC	8/24/14	875	532
TX1027-0009-066	HEIDI C BARTON	W&T OFFSHORE INC	8/24/14	875	536
TX1027-0009-067	BRETT C BARTON	W&T OFFSHORE INC	8/24/14	876	292
TX1027-0009-068	ELIZABETH BAUMGARDNER	W&T OFFSHORE INC	12/8/14	860	552
TX1027-0010-002	JOE D SMITH REVOCABLE TRUST DATED 7/9/82 JOE D SMITH TRUSTEE AND PEGGY SMITH TRUSTEE	CHRISTENSEN RESOURCE MANAGEMENT INC	10/29/10	795	520

LEASE NO.	LESSOR	LESSEE	DATE	BOOK	PAGE
TX1027-0010-013	BIK PARTNERSHIP	CHRISTENSEN RESOURCE MANAGEMENT INC	10/29/10	795	49
TX1027-0010-016	MARY JANE YOUNG	CHRISTENSEN RESOURCE MANAGEMENT INC	10/27/10	795	16
TX1027-0011-000	STATE OF TEXAS MF 112037 ET AL MICKEY TRAVIS AGENT GARY THOMAS TRAVIS AGENT	CHRISTENSEN RESOURCE MANAGEMENT INC	8/1/10	794	34
TX1027-0028-010	WADE P KOEHL	W&T OFFSHORE INC	8/16/14	881	404
TX1027-0029-000	STATE OF TEXAS MF 112086 ET AL WANDA J HENSON AGENT ACTING BY AND THROUGH AIF MONTY HENSON	CHRISTENSEN RESOURCE MANAGEMENT INC	12/1/10	801	31

**CONTRACTS:**

CONTRACT NO.	DESCRIPTION	TYPE	EFF. DATE	DATE
C1027-20	ROW 03.23.12 WANDA JO HENSON ET AL AND W&T OFFSHORE INC	ROW	3/23/12	3/23/12
C1027-21	ROW 03.19.12 GARY THOMAS TRAVIS ET AL AND W&T OFFSHORE INC	ROW	3/19/12	3/19/12

C1027-24	CORRECTION OF ASSIGN/ORRI 11.10.10 CRM, INC., W&T, BOLEY & CHRISTENSEN	ASG/ORR I	11/1/10	11/1/10
C1027-25	ASGN/ORRI 06.01.11 CRM, INC. TO BOLEY & CHRISTENSEN	ASG/ORR I	6/1/11	6/1/11
C1027-26	ASGN/OGL 11.30.10 CRM, INC., W&T, CHRISTENSEN & BOLEY	ASGN/O GL	11/30/10	11/30/10
C1027-27	AMEND/ASGN/OGL 11.30.10 CRM, INC., W&T, CHRISTENSEN & BOLEY	AMEND	11/30/10	11/30/10
C1027-28	ASGN/OGL 06.01.11 CRM, INC., W&T, BOLEY & CHRISTENSEN	ASGN/O GL	6/1/11	6/1/11
C1027-29	ASGN/OGL 09.16.11 CRM, INC., W&T, CHRISTENSEN & BOLEY	ASGN/O GL	9/16/11	9/16/11
C1027-30	ASGN/OGL 11.03.11 W&T, CHRISTENSEN & BOLEY	ASGN/O GL	11/3/11	11/3/11
C1027-31	ASGN/OGL/BOS 04.01.12 KURT W BOLEY ET UX & W&T	ASG/BOS	4/1/12	4/1/12
C1027-32	CROWN POOLING AGREEMENT TX GLO PA12-464 W&T STATE TRAVIS HENSON 20 UNIT NO 5938	PUA	10/2/12	10/2/12
C1027-34	CROWN HOLMES 23-04 UNIT 1H UNIT DESIG 08.29.12 EFF DOFF D H CHRISTENSEN ET AL	PUA	1/1/13	8/29/12
TX1027-0032-000	SUA 07.07.2011 LINDA BARRON AND W&T OFFSHORE, INC	SUA	7/7/11	7/7/11
TX1027-0037-000	SUA 11.17.14 CYNTHIA NEILL AND W&T OFFSHORE, INC.	SUA	11/17/14	11/17/14

Insofar as the above Leases cover the following described lands, to-wit:

Sections 4, 7, 20, 23 and 24, Block DD, John H. Gibson Survey, Terry County, Texas.

