COUNTY OF SHELBY

VERIFIED STATEMENT OF MECHANIC'S AND MATERIALMAN'S LIEN

DWAIN ARMENTROUT, doing business as FAYETTE SAND & GRAVEL (hereinafter collectively referred to as "FSG"), pursuant to Section 35-11-210, et seq. Code of Alabama (1975), files this statement in writing, verified by the oath of the undersigned, who has personal knowledge of the facts set forth herein.

That said FSG claims a lien upon the unpaid balance due to PILGREEN PRODUCING COMPANY by the owner or proprietor of the property described below, which owner or proprietor is believed to be McKenzie Methane Corporation, said property located in Shelby County, Alabama, more specifically described as the gas wells and leases owned by MCKENZIE METHANE CORPORATION described below:

Well Name	Permit #	Unit	Amount of Lien
USS 15-11-1	5960-C	NE SW §15-215-4W	\$ 7,500.00
USS 15-7-2	6090-C	SW NE §15-215-4W	\$ 3,500.00

All of the above-described properties being located in Shelby County, Alabama.

DEFINITIONS

USS = U.S. Steel Permit # = Alabama Oil & Gas Board Permit Number

- This lien is claimed upon the unpaid balance due by the owner or proprietor to PILGREEN PRODUCING COMPANY for services reformed and/or materials delivered in connection with the On above-described units.
- Said lien is claimed to secure the indebtedness O described above, plus interest and attorney's fees, for goods and services rendered by FSG for PILGREEN PRODUCING COMPANY.

BAHWE -3 WHII: 05

DWAIN ARMENTROUT, D/B/A FAYETTE SAND & GRAVEL

TUSCALOOSA COUNTY

Before me, the undersigned authority, a Notary Public in and for said State and County, personally appeared DWAIN ARMENTROUT, D/B/A FAYETTE SAND & GRAVEL, who being duly sworn, deposes and says as follows: That he has personal knowledge of the facts set forth in the foregoing statement of lien, and the same are true and correct, to the best of his knowledge and belief.

> DWAIN ARMENTROUT, D/B/A FAYETTE SAND & GRAVEL

SWORN TO AND SUBSCRIBED BEFORE ME ON THIS THE , 1989. Billieri (Mackey)

My commission expires:

THIS INSTRUMENT WAS PREPARED BY:

JAMES J. SLEDGE

ROSEN, HARWOOD, COOK & SLEDGE, P.A.

P.O. BOX 2727

TUSCALOOSA, ALABAMA 35403

(205) 345-5440