

CASE NAME: PROVIDENT ROYALTIES LLC

ACCRUAL BASIS

CASE NUMBER: 09-33886

JUDGE: Harlin DeWayne Hale

UNITED STATES BANKRUPTCY COURT

NORTHERN DISTRICT OF TEXAS

DIVISION 6

MONTHLY OPERATING REPORT

MONTH ENDING: October 31, 2009

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (ACCRUAL BASIS - 1 THROUGH ACCRUAL BASIS - 7) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS REFLECT THE BALANCES AND ACTIVITY ON THE DEBTORS' BOOKS. THE DEBTORS' BOOKS AND RECORDS HAVE NOT BEEN AUDITED OR REVIEWED BY AN INDEPENDENT THIRD PARTY FOR THE YEARS ENDED DECEMBER 31, 2006, 2007 OR 2008. PLEASE NOTE THAT SCHEDULED PREPETITION AMOUNTS ARE PRELIMINARY IN NATURE AND ARE SUBJECT TO CHANGE BASED ON CONTINUING REVIEW OF THE DEBTORS' BOOKS AND RECORDS. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY) IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

RESPONSIBLE PARTY:

[Signature]
Original Signature of Responsible Party

Dennis L. Roossien, Jr.
Printed Name of Responsible Party

Trustee
Title

11/24/09
Date

PREPARER:

[Signature]
Original Signature of Preparer

David Greenick
Printed Name of Preparer

Bridge Associates LLC
Senior Consultant to
Provident Royalties LLC
Title

11-23-2009
Date

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF TEXAS
DIVISION 6
MONTHLY OPERATING REPORT FOR MONTH ENDING OCTOBER 31, 2009
OF PROVIDENT ROYALTIES LLC
LISTING OF CO-DEBTORS INCLUDED IN THIS REPORT

CASE NAME:	PROVIDENT ROYALTIES LLC
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CASE NUMBER:	09-33886
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CoDebtor Name	Case No.
Provident Operating Company LLC	09-33883
Provident Energy 1, LP	09-33888
Provident Energy 2, LP	09-33894
Provident Energy 3, LP	09-33899
Provident Resources 1, LP	09-33887
Somerset Development, Inc.	09-33912
Somerset Lease Holdings, Inc.	09-33892
Shale Royalties II, Inc.	09-33889
Shale Royalties 3, LLC	03-33891
Shale Royalties 4, Inc.	09-33890
Shale Royalties 5, Inc.	09-33895
Shale Royalties 6, Inc.	09-33896
Shale Royalties 7, Inc.	09-33898
Shale Royalties 8, Inc.	09-33900
Shale Royalties 9, Inc.	09-33902
Shale Royalties 10, Inc.	09-33901
Shale Royalties 12, Inc.	09-33903
Shale Royalties 14, Inc.	09-33905
Shale Royalties 15, Inc.	09-33904
Shale Royalties 16, Inc.	09-33906
Shale Royalties 17, Inc.	09-33913
Shale Royalties 18, Inc.	09-33907
Shale Royalties 19, Inc.	09-33908
Shale Royalties 20, inc.	09-33910
Shale Royalties 21, Inc.	09-33909
Shale Royalties 22, Inc.	09-33911

CASE NAME: PROVIDENT ROYALTIES LLC

CASE NUMBER: 09-33886

JUDGE: Harlin DeWayne Hale

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF TEXAS
DIVISION 6

GLOBAL NOTES AND STATEMENTS OF LIMITATIONS, METHODOLOGIES, AND DISCLAIMERS
REGARDING MONTHLY OPERATING REPORT

MONTH ENDING: October 31, 2009

This Monthly Operating Report, which is being filed collectively for Provident Royalties LLC; Provident Operating Company, LLC; Somerset Lease Holdings, Inc.; Somerset Development, Inc.; Provident Energy 1, LP; Provident Resources 1, LP; Provident Energy 2, LP; Provident Energy 3, LP; Shale Royalties II, Inc.; Shale Royalties 3, LLC; Shale Royalties 4, Inc.; Shale Royalties 5, Inc.; Shale Royalties 6, Inc.; Shale Royalties 7, Inc.; Shale Royalties 8, Inc.; Shale Royalties 9, Inc.; Shale Royalties 10, Inc.; Shale Royalties 12, Inc.; Shale Royalties 14, Inc.; Shale Royalties 15, Inc.; Shale Royalties 16, Inc.; Shale Royalties 17, Inc.; Shale Royalties 18, Inc.; Shale Royalties 19, Inc.; Shale Royalties 20, Inc.; Shale Royalties 21, Inc.; and Shale Royalties 22, Inc. (collectively, the "Debtors") was prepared by the Debtors' financial advisor, Bridge Associates, LLC ("Bridge"), and the Debtors' Chief Restructuring Officer, David N. Phelps, who is an employee of Bridge. Bridge, in conjunction with Dennis L. Roossien, Jr. (the "Trustee"), the duly appointed Chapter 11 trustee in the Debtors' bankruptcy cases, made reasonable efforts to file a complete and accurate Monthly Operating Report based upon information available to it at the time of preparation of the Monthly Operating Report. However, as a result of the complexity of the Debtors' business operations, this Monthly Operating Report remains subject to further revision and verification by the Trustee. Subsequent information may result in material changes in financial and other data contained in this Monthly Operating Report. The Trustee reserves his right to amend this Monthly Operating Report from time to time as may be necessary and appropriate.

This Monthly Operating Report does not purport to represent financial statements prepared in accordance with Generally Accepted Accounting Principles. The Balance Sheet and Income Statement included herein are unaudited and reflect the activity and balances as such have been posted to the Debtors' general ledger. Reasonable efforts have been made to review and adjust entries and balances to correct certain known issues with accounts; however the general ledger is under continuing review and additional adjustments may be expected.

The following conventions were used in the preparation of this Monthly Operating Report:

- (a) Reasonable efforts were made to allocate liabilities between pre-petition and post-petition periods based upon the information and research that was conducted in connection with the preparation of this Monthly Operating Report. As additional information becomes available and further research is conducted, the allocation of liabilities between pre-petition and post-petition periods may change.

CASE NAME: PROVIDENT ROYALTIES LLC

CASE NUMBER: 09-33886

JUDGE: Harlin DeWayne Hale

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF TEXAS
DIVISION 6

GLOBAL NOTES AND STATEMENTS OF LIMITATIONS, METHODOLOGIES, AND DISCLAIMERS
REGARDING MONTHLY OPERATING REPORT

MONTH ENDING: October 31, 2009

(b) Revenues are reported on a modified accrual basis consisting of (i) cash receipts during the month, (ii) revenues offset by operating expenses as set forth in Joint Interest Billings from operators, and (ii) an accrual as of period end for unpaid revenues from wells and properties that the Debtors have identified as producing facilities for which funds are due to the Debtors.

(c) Operating expenses, including payroll, are reported on a cash basis for accounting purposes.

(d) Professional fees are reported on an accrual basis utilizing the Cash Collateral Budget.

(e) Accounts Receivables and Notes Receivable reflect best estimates of amounts due to the Debtors from third parties. In reconciling vendor statements, these amounts are subject to revision.

(f) Accounts Payable and Notes Payable reflect best estimates of amounts due to third parties by the Debtors. In reconciling vendor statements, these amounts are subject to revision.

(g) Intercompany Receivables and Payables consist of the transfer of cash among the Debtors and the pass-through of revenues and direct operating expenses related to each of the respective Debtors for receipts and disbursements processed through the centralized cash management system of the Debtors.

This Global Notes and Statement of Limitations, Methodology, and Disclaimer Regarding this Monthly Operating Report is incorporated by reference in, and comprises an integral part of, this Monthly Operating Report and should be referred to and reviewed in connection with any review of this Monthly Operating Report.

CASE NAME: PROVIDENT ROYALTIES LLC

CASE NUMBER: 09-33886

COMPARATIVE BALANCE SHEET					
		Prelim SCHEDULED AMOUNT FOR 6/22/2009	MONTH ENDED August 31, 2009	MONTH ENDED September 30, 2009	MONTH ENDED October 31, 2009
ASSETS					
1.	Unrestricted Cash	\$ 6,583,710	\$ 5,364,735	\$ 4,026,317	\$ 3,400,827
2.	Restricted Cash	\$ -			
3.	Total Cash	\$ 6,583,710	\$ 5,364,735	\$ 4,026,317	\$ 3,400,827
4.	Accounts Receivable (Net)	\$ 14,346,248	\$ 5,572,365	\$ 5,812,231	\$ 5,827,506
5.	Inventory	\$ -			
6.	Notes Receivable	\$ 24,630,500	24,630,500	24,648,117	24,648,117
7.	Prepaid Expenses	\$ -			
8.	Other (Attach List)	\$ 1,012,069	\$ 1,033,461	\$ 1,037,334	\$ 1,028,627
9.	Total Current Assets	\$ 46,572,528	\$ 36,601,061	\$ 35,524,000	\$ 34,905,077
10.	Property, Plant & Equipment	\$ 1,609,281	\$ 1,609,281	\$ 1,609,281	\$ 1,609,281
11.	Less: Accumulated Depreciation/Depletion	\$ (865,417)	\$ (865,417)	\$ (865,417)	\$ (865,417)
12.	Net Property, Plant & Equipment	\$ 743,864	\$ 743,864	\$ 743,864	\$ 743,864
13.	Due From Insiders	\$ -			
14.	Other Assets - Net of Amortization (Attach List)	\$ 509,903,106	\$ 321,431,993	\$ 321,508,724	\$ 321,526,615
15.	Other (Attach List)	\$ 14,629,880	14,009,325	14,003,294	13,997,110
16.	Total Assets	\$ 571,849,379	\$ 372,786,244	\$ 371,779,882	\$ 371,172,666
POST PETITION LIABILITIES					
17.	Accounts Payable		\$ 40,258	\$ 16,353	\$ 16,274
18.	Taxes Payable		\$ 3,681	\$ 3,681	\$ 3,681
19.	Notes Payable				
20.	Accrued Property Tax				
21.	Accrued Professional Fees & Other		\$ 1,677,790	\$ 1,115,287	\$ 1,236,216
22.	Secured Debt				
23.	Other Liabilities		\$ (2,221,170)	\$ (2,221,170)	\$ (2,221,170)
24.	Total Post Petition Liabilities		\$ (499,441)	\$ (1,085,849)	\$ (964,999)
PRE PETITION LIABILITIES					
25.	Secured Debt	\$ 179,264,559	\$ -	\$ -	\$ -
26.	Priority Debt	\$ 730	\$ 27,731	\$ 27,731	\$ 27,731
27.	Unsecured Debt-Pre-Petition A/P	\$ 16,822,258	\$ 15,690,070	\$ 15,425,101	\$ 15,425,175
28.	Other Prepetition Liabilities	\$ 52,116,986	72,497,914	72,497,914	72,497,914
29.	Other				
30.	Total Pre Petition Liabilities	\$ 248,204,532	\$ 88,215,715	\$ 87,950,745	\$ 87,950,820
31.	Total Liabilities	\$ 248,204,532	\$ 87,716,273	\$ 86,864,896	\$ 86,985,821
EQUITY					
32.	Pre Petition Owners' Equity		\$ 325,939,090	\$ 325,932,600	\$ 325,932,499
33.	Post Petition Cumulative Profit Or (Loss)		\$ (40,869,119)	\$ (41,017,614)	\$ (41,745,654)
34.	Direct Charges To Equity (Attach Explanation Footnote)				
35.	Total Equity		\$ 285,069,971	\$ 284,914,986	\$ 284,186,845
36.	Total Liabilities and Equity		\$ 372,786,244	\$ 371,779,882	\$ 371,172,666

This form X does not have related footnotes on Footnotes Supplement.

CASE NAME: PROVIDENT ROYALTIES LLC

CASE NUMBER: 09-33886

COMPARATIVE BALANCE SHEET

	Prelim SCHEDULED AMOUNT FOR 6/22/2009	MONTH ENDED August 31, 2009	MONTH ENDED Sept 30, 2009	MONTH ENDED Oct 31, 2009
ASSETS				
A. Intercompany Receivable - Pre	1,012,069	753,367	735,750	735,750
B. Intercompany Receivable - Post		280,093	301,584	292,877
C.				
D.				
E.				
TOTAL OTHER ASSETS - LINE 8	1,012,069	1,033,461	1,037,334	1,028,627
ASSETS				
A. Mineral Rights	122,219,360	71,853,214	71,853,214	71,602,211
B. Equipment and Leaseholds	387,683,746	249,378,779	249,655,509	249,924,404
C.				
D.				
E.				
TOTAL OTHER ASSETS NET OF AMORTIZATION - LINE 14	509,903,106	321,431,993	321,508,724	321,526,615
ASSETS				
A. Other Investment	10,516,230	10,516,230	10,516,230	10,516,230
B. Investment in Subsidiaries	2,765,121	2,765,121	2,765,121	2,765,121
C. Deposits and Other Assets	1,348,530	727,975	721,944	715,759
D.				
E.				
TOTAL OTHER ASSETS - LINE 15	14,629,880	14,009,325	14,003,294	13,997,110
POST PETITION LIABILITIES				
A. Deferred Tax Liabilities		(2,221,170)	(2,221,170)	(2,221,170)
B. Intercompany Payables Post		-	-	-
C.				
D.				
E.				
TOTAL OTHER POST PETITION LIABILITIES - LINE 23		(2,221,170)	(2,221,170)	(2,221,170)
PRE PETITION LIABILITIES				
A. Payables -other	1,546,040	-	-	-
B. Revenues Payable	4,634,645	16,996	16,996	16,996
C. Accrued Dividends	34,171,833	34,171,833	34,171,833	34,171,833
D. Unsecured Debt	-	26,614,456	26,614,456	26,614,456
D. Due to Others	11,723,761	11,694,629	11,694,629	11,694,629
E. Intercompany and Other	40,707	-	-	-
TOTAL OTHER PRE PETITION LIABILITIES - LINE 28	52,116,986	72,497,914	72,497,914	72,497,914

This form X does ___ does not have related footnotes on Footnotes Supplement.

Provident Royalties LLC
Case Number 09-33886supplement to ACC-1
Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Provident Resources LLC 09-33886	Provident Operating Company LLC 09-33893	Provident Energy 1 LP 09-33888	Provident Energy 2 LP 09-33894	Provident Energy 3 LP 09-33899
CASH AND CASH EQUIVALENTS	142,210	-	-	-	-
ACCOUNTS RECEIVABLE	19,304	124,321	-	553,667	-
NOTES RECEIVABLE	2,467,700	9,058	-	4,100,000	-
I/C RECEIVABLES PREPETITION	436,357,824	38,991,444	4,248,592	10,221,277	15,225
I/C RECEIVABLES - POST PETITION	5,748,045	-	176,583	180	-
INVESTMENTS IN SUBSIDIARIES	2,766,483	-	-	-	-
OTHER INVESTMENTS	-	-	-	-	-
BUILDING FURNISHING & FIXTURES	1,594,281	15,000	-	-	-
ACCUM DEPRECIATION	(865,417)	-	-	-	-
MINERAL RIGHTS	-	-	15,225	6,515,618	-
Lease Bonus	-	-	-	-	-
Leasehold Costs	-	-	35,115	2,322,613	-
Accrued Leasehold	-	-	-	3,960,000	-
Leasehold Costs - Producing	-	-	-	2,060,031	-
Lease & Well Equipment	-	349	-	7,133	-
Intangible Drilling Costs	-	96	-	8,308	-
Intangible Completion Costs	-	-	-	4,834	-
INVENTORY-CASING	-	-	-	-	-
O&G Property Acq Deposits	-	-	-	-	-
Landman/Filing Fees	100,000	102,176	3,156	195,459	-
Drilling Advances Paid Vendors	-	-	-	-	-
EQUIPMENT AND LEASEHOLDS	100,000	102,621	38,271	8,558,377	-
DEPOSITS AND OTHER ASSETS	571,931	100,810	-	0	-
TOTAL ASSETS	448,902,361	39,343,253	4,478,670	29,949,119	15,225

Provident Royalties LLC
 Case Number 09-33886
 supplement to ACC-1
 Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Provident Resources LLC 09-33886	Provident Operating Company LLC 09-33893	Provident Energy 1 LP 09-33888	Provident Energy 2 LP 09-33894	Provident Energy 3 LP 09-33899
ACCOUNTS PAYABLE - POST	16,274	-	-	-	-
PAYROLL TAXES PAYABLE - POST	3,681	-	-	-	-
ACCRUED & OTHER C/L - POST	1,327,754	(36,998)	-	-	-
ST TAX LIABILITY	-	-	-	-	-
DEFERRED TAX LIABILITY	-	-	-	-	-
INTERCOMPANY LIABILITIES - POST	4,279,400	234,998	58,806	93,602	-
TOTAL POST PETITION LIABILITIES	5,627,109	198,000	58,806	93,602	-
UNSECURED TRADE PREPETITION	6,311,048	9,114,036	-	-	335
Accounts Payable - Sinclair	-	-	-	-	-
Revenue Payable - Sinclair	-	-	-	-	-
Revenue Suspense Account	-	16,996	-	-	-
Dividends Payable - Pref Stk	-	-	-	-	-
Due to Others - Prepetition	(26,744)	-	-	-	-
OTHER PREPETITION DEBT	(26,744)	16,996	-	-	-
I/C PAYABLE - PREPETITION	279,051,259	30,832,092	4,909,801	7,268,556	46,538
PRIORITY UNSECURED PREPETITION	32,266	-	-	-	(100)
UNSECURED DEBT PREPETITION	26,614,456	-	-	-	-
TOTAL PREPETITION DEBT	311,982,284	39,963,124	4,909,801	7,268,556	46,773
Preferred Stock - Shareholders	-	-	6,720,000	26,915,000	-
Broker Dealer Commissions Paid	-	-	(916,725)	(3,752,800)	-
Paid in Capital	-	-	-	-	935
Equity	(100,119)	(31,945)	(17,396)	(253,629)	(27,191)
Dividend Distributions	-	-	-	-	-
Deferred Dividends Payable-PF	-	-	-	-	-
Accrued Dividend	-	-	-	-	-
Retained Earnings	(12,099,300)	(89,501)	(269,281)	(570,465)	(16,635)
Net Income (Loss) Year To Date	143,492,387	(696,424)	(6,006,535)	248,855	11,344
EQUITY	131,292,968	(817,871)	(489,937)	22,586,960	(31,548)
TOTAL LIABILITIES AND EQUITY	448,902,361	39,343,253	4,478,670	29,949,119	15,225

This form X does does not have related footnotes on Footnotes Supplement.

Debtor
Case Number

Prov. of R. 447 fees I. LP 09-33887	Filed Main Document 09-33912	Some Petition Inc 09-33892	Page 9 of 20	09-33889	09-33891
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CASH AND CASH EQUIVALENTS	-	3,254,619	3,998	-	-
ACCOUNTS RECEIVABLE	-	-	5,255	-	450,434
NOTES RECEIVABLE	5,678	-	-	-	-
I/C RECEIVABLES PREPETITION	838,938	948,651	5,273,308	3,551,164	119,955,145
I/C RECEIVABLES - POST PETITION	7,769	2,874,314	1,735,151	3,009	150,947
INVESTMENTS IN SUBSIDIARIES	(1,362)	-	-	-	-
OTHER INVESTMENTS	-	-	-	-	-
BUILDING FURNISHING & FIXTURES	-	-	-	-	-
ACCUM DEPRECIATION	-	-	-	-	-
MINERAL RIGHTS	1,167,606	-	-	705,818	4,442,289
Lease Bonus	-	-	(187)	-	13,599
Leasehold Costs	210,553	84,683	-	(31,081)	497,077
Accrued Leasehold	-	-	-	-	-
Leasehold Costs - Producing	-	-	-	-	1,357
Lease & Well Equipment	40	-	-	-	3,056
Intangible Drilling Costs	-	-	-	-	24,014
Intangible Completion Costs	-	-	-	-	490
INVENTORY-CASING	-	-	-	-	-
O&G Property Acq Deposits	200,000	-	-	-	-
Landman/Filing Fees	149,081	-	-	100,319	317,400
Drilling Advances Paid Vendors	-	-	-	-	250,299
EQUIPMENT AND LEASEHOLDS	559,674	84,683	(187)	69,238	1,107,292
DEPOSITS AND OTHER ASSETS	-	-	-	4,420	-
TOTAL ASSETS	2,578,303	7,162,267	7,017,526	4,333,649	126,106,107

Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Provident Resources I, LP 09-33887	Somerset Development Inc 09-33912	Somerset Lease Holdings Inc 09-33892	Shale Royalties II, Inc. 09-33889	Shale Royalties 3, Inc. 09-33891
ACCOUNTS PAYABLE - POST	-	-	-	-	-
PAYROLL TAXES PAYABLE - POST	-	-	-	-	-
ACCRUED & OTHER C/L - POST	-	(35,701)	(18,840)	-	-
ST TAX LIABILITY	-	-	-	-	-
DEFERRED TAX LIABILITY	95	-	-	(14,156)	-
INTERCOMPANY LIABILITIES - POST	67,860	1,065,896	336,680	90,662	1,470,201
TOTAL POST PETITION LIABILITIES	67,955	1,030,195	317,840	76,506	1,470,201
UNSECURED TRADE PREPETITION	-	-	-	(50)	-
Accounts Payable - Sinclair	-	-	-	-	-
Revenue Payable - Sinclair	-	-	-	-	-
Revenue Suspense Account	-	-	-	-	-
Dividends Payable - Pref Stk	-	-	-	202,650	2,321,655
Due to Others - Prepetition	-	-	-	20,000	-
OTHER PREPETITION DEBT	-	-	-	222,650	2,321,655
I/C PAYABLE - PREPETITION	1,363,767	1,050,126	6,215,532	10,544,232	208,588,606
PRIORITY UNSECURED PREPETITION	(17,295)	-	-	(27,444)	-
UNSECURED DEBT PREPETITION	-	-	-	-	-
TOTAL PREPETITION DEBT	1,346,471	1,050,126	6,215,532	10,739,388	210,910,261
Preferred Stock - Shareholders	9,175,000	-	-	4,480,026	19,695,000
Broker Dealer Commissions Paid	(1,327,475)	-	-	(1,558,800)	(2,898,375)
Paid in Capital	-	-	-	859	1,790
Equity	(44,680)	5,082,469	420,813	25,744	28,063
Dividend Distributions	-	-	-	1,125	201,486
Deferred Dividends Payable-PF	-	-	-	(202,650)	-
Accrued Dividend	-	-	-	-	(2,321,655)
Retained Earnings	(210,409)	-	-	(1,774,063)	(4,119,570)
Net Income (Loss) Year To Date	(6,428,560)	(523)	63,340	(7,454,487)	(96,861,094)
EQUITY	1,163,877	5,081,946	484,153	(6,482,245)	(86,274,355)
TOTAL LIABILITIES AND EQUITY	2,578,303	7,162,267	7,017,526	4,333,649	126,106,107

This form X does ___ does not have
related footnotes on Footnotes Supplement.

Provident Royalties LLC
 Case Number 09-33886
 supplement to ACC-1
 Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Shale Royalties 4, Inc. 09-33890	Shale Royalties 5, Inc. 09-33895	Shale Royalties 6, Inc. 09-33896	Shale Royalties 7, Inc. 09-33898	Shale Royalties 8, Inc. 09-33900
CASH AND CASH EQUIVALENTS	-	-	-	-	-
ACCOUNTS RECEIVABLE	3,350	279,021	39,281	835,558	695,285
NOTES RECEIVABLE	2,220,681	500,000	-	2,000,000	2,000,000
1/C RECEIVABLES PREPETITION	72,666,209	4,465,089	4,760,119	6,565,705	9,212,907
1/C RECEIVABLES - POST PETITION	140,419	8,803	43,578	300,792	17,687
INVESTMENTS IN SUBSIDIARIES	-	-	-	-	-
OTHER INVESTMENTS	-	10,516,230	-	-	-
BUILDING FURNISHING & FIXTURES	-	-	-	-	-
ACCUM DEPRECIATION	-	-	-	-	-
MINERAL RIGHTS	2,590,439	10,895,926	3,921,724	7,583,806	2,977,172
Lease Bonus	-	36,756	-	-	-
Leasehold Costs	19,657,247	9,740,719	19,650,867	20,707,175	17,450,015
Accrued Leasehold	-	14,906,500	-	-	-
Leasehold Costs - Producing	251,003	2,450	4,623	1,567,664	796,605
Lease & Well Equipment	149,452	469,070	49,127	4,722,473	5,835
Intangible Drilling Costs	522,651	1,679,284	229,630	13,291,900	16,200
Intangible Completion Costs	0	109,118	996	210,297	6,583
INVENTORY-CASING	-	-	-	-	-
O&G Property Acq Deposits	-	14,448	5,000	-	-
Landman/Filing Fees	225,732	1,410,867	1,265,696	1,328,960	1,206,799
Drilling Advances Paid Vendors	28,885	213,474	776	1,505,304	9,428
EQUIPMENT AND LEASEHOLDS	20,834,970	28,582,687	21,206,715	43,333,774	19,491,464
DEPOSITS AND OTHER ASSETS	10,590	8,611	7,009	15	(1)
TOTAL ASSETS	98,466,658	55,256,367	29,978,426	60,619,649	34,394,514

Provident Royalties LLC
Case Number 09-33886

supplement to ACC-1

Balance Sheet as of October 31, 2009

Balance Sheet as of 10/310/2009

Debtor Case Number	Shale Royalties 4, Inc. 09-33890	Shale Royalties 5, Inc. 09-33895	Shale Royalties 6, Inc. 09-33896	Shale Royalties 7, Inc. 09-33898	Shale Royalties 8, Inc. 09-33900
ACCOUNTS PAYABLE - POST	-	-	-	-	-
PAYROLL TAXES PAYABLE - POST	-	-	-	-	-
ACCRUED & OTHER C/L - POST	-	-	-	-	-
ST TAX LIABILITY	-	-	-	-	-
DEFERRED TAX LIABILITY	940,177	(227,896)	44,397	321,875	(391,183)
INTERCOMPANY LIABILITIES - POST	1,549,891	263,404	202,450	629,901	201,269
TOTAL POST PETITION LIABILITIES	2,490,068	35,508	246,847	951,777	(189,913)
UNSECURED TRADE PREPETITION	-	-	-	-	-
Accounts Payable - Sinclair	-	-	-	-	-
Revenue Payable - Sinclair	-	-	-	-	-
Revenue Suspense Account	-	-	-	-	-
Dividends Payable - Pref Stk	2,558,045	2,571,830	2,290,037	2,588,887	2,693,755
Due to Others - Prepetition	-	11,681,500	-	-	-
OTHER PREPETITION DEBT	2,558,045	14,253,330	2,290,037	2,588,887	2,693,755
I/C PAYABLE - PREPETITION	152,625,888	23,059,393	9,566,116	34,282,485	9,567,057
PRIORITY UNSECURED PREPETITION	3,690	-	(21,790)	-	8,350
UNSECURED DEBT PREPETITION	-	-	-	-	-
TOTAL PREPETITION DEBT	155,187,623	37,312,723	11,834,363	36,871,371	12,269,162
Preferred Stock - Shareholders	27,410,000	29,905,000	27,460,000	31,370,000	31,810,409
Broker Dealer Commissions Paid	(3,687,025)	(4,337,725)	(3,874,300)	(4,094,375)	(4,149,746)
Paid in Capital	19,678	895	895	895	895
Equity	(163,199)	(3,086)	(68,535)	(29,563)	(8,037)
Dividend Distributions	-	(450)	-	-	-
Deferred Dividends Payable-PF	-	-	-	-	-
Accrued Dividend	(2,558,045)	(2,571,830)	(2,290,037)	(2,588,887)	(2,693,755)
Retained Earnings	(4,625,194)	(5,018,207)	(3,258,921)	(2,279,487)	(2,877,092)
Net Income (Loss) Year To Date	(75,607,249)	(66,461)	(71,888)	417,917	232,592
EQUITY	(59,211,033)	17,908,137	17,897,215	22,796,501	22,315,265
TOTAL LIABILITIES AND EQUITY	98,466,658	55,256,367	29,978,426	60,619,649	34,394,514

This form X does does not have
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Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Shale Royalties 9, Inc. 09-33902	Shale Royalties 10, Inc. 09-33901	Shale Royalties 12, Inc. 09-33903	Shale Royalties 14, Inc. 09-33905	Shale Royalties 15, Inc. 09-33904
CASH AND CASH EQUIVALENTS	-	-	-	-	-
ACCOUNTS RECEIVABLE	391,784	13,221	-	296,508	566,259
NOTES RECEIVABLE	-	20,000	-	-	3,000,000
1/C RECEIVABLES PREPETITION	15,683,514	10,248,286	13,693,453	9,803,272	6,400,795
1/C RECEIVABLES - POST PETITION	164,386	34,671	-	397,297	1,059
INVESTMENTS IN SUBSIDIARIES	-	-	-	-	-
OTHER INVESTMENTS	-	-	-	-	-
BUILDING FURNISHING & FIXTURES	-	-	-	-	-
ACCUM DEPRECIATION	-	-	-	-	-
MINERAL RIGHTS	3,978,503	1,889,133	1,345,556	2,658,029	5,982,256
Lease Bonus	-	-	-	-	-
Leasehold Costs	13,398,215	8,528,112	8,556,263	4,103,188	8,448,286
Accrued Leasehold	-	3,280,500	2,345,000	14,772,650	-
Leasehold Costs - Producing	50,154	116	944,460	981	-
Lease & Well Equipment	2,322,808	341,893	1,262,357	6,193	5
Intangible Drilling Costs	5,920,302	2,712,019	3,635,542	6,583	90
Intangible Completion Costs	2,069,377	-	1,246,062	-	60
INVENTORY-CASING	-	-	-	-	-
O&G Property Acq Deposits	-	50,000	-	-	-
Landman/Filing Fees	1,025,902	745,520	462,382	16,702	353,069
Drilling Advances Paid Vendors	666,156	(70,542)	158,919	1,520	201
EQUIPMENT AND LEASEHOLDS	25,452,914	15,587,618	18,610,985	18,907,819	8,801,712
DEPOSITS AND OTHER ASSETS	270	498	450	16	(0)
TOTAL ASSETS	45,671,370	27,793,427	33,650,444	32,062,941	24,752,081

supplement to ACC-1

Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Shale Royalties 9, Inc. 09-33902	Shale Royalties 10, Inc. 09-33901	Shale Royalties 12, Inc. 09-33903	Shale Royalties 14, Inc. 09-33905	Shale Royalties 15, Inc. 09-33904
ACCOUNTS PAYABLE - POST	-	-	-	-	-
PAYROLL TAXES PAYABLE - POST	-	-	-	-	-
ACCRUED & OTHER C/L - POST	-	-	-	-	-
ST TAX LIABILITY	-	-	-	-	-
DEFERRED TAX LIABILITY	(351,446)	(385,371)	(430,279)	33,379	(333,560)
INTERCOMPANY LIABILITIES - POST	557,351	132,582	148,701	505,987	115,647
TOTAL POST PETITION LIABILITIES	205,904	(252,789)	(281,578)	539,366	(217,913)
UNSECURED TRADE PREPETITION	-	-	-	-	-
Accounts Payable - Sinclair	-	-	-	-	-
Revenue Payable - Sinclair	-	-	-	-	-
Revenue Suspense Account	-	-	-	-	-
Dividends Payable - Pref Sdk	2,717,887	2,451,445	2,864,956	2,470,784	2,198,882
Due to Others - Prepetition	-	-	19,873	-	-
OTHER PREPETITION DEBT	2,717,887	2,451,445	2,884,829	2,470,784	2,198,882
I/C PAYABLE - PREPETITION	18,828,717	4,523,737	5,488,949	4,675,210	1,462,607
PRIORITY UNSECURED PREPETITION	-	-	-	50,863	-
UNSECURED DEBT PREPETITION	-	-	-	-	-
TOTAL PREPETITION DEBT	21,546,603	6,975,182	8,373,778	7,196,857	3,661,489
Preferred Stock - Shareholders	33,135,000	29,050,000	34,900,000	31,125,000	27,525,000
Broker Dealer Commissions Paid	(4,290,775)	(3,860,300)	(4,471,150)	(4,011,225)	(3,500,325)
Paid in Capital	895	895	895	895	895
Equity	(492)	(1,097)	(98,695)	(301,700)	(297,048)
Dividend Distributions	(12,060)	(1,270)	(875)	-	-
Deferred Dividends Payable-PF	-	-	-	-	-
Accrued Dividend	(2,717,887)	(2,446,570)	(2,864,956)	(2,470,784)	(2,198,882)
Retained Earnings	(2,415,307)	(1,592,417)	(1,768,529)	(333,494)	(543,382)
Net Income (Loss) Year To Date	219,488	(78,207)	(138,446)	318,026	322,246
EQUITY	23,918,862	21,071,035	25,558,243	24,326,718	21,308,505
TOTAL LIABILITIES AND EQUITY	45,671,370	27,793,427	33,650,444	32,062,941	24,752,081

This form X does ___ does not have related footnotes on Footnotes Supplement.

Balance Sheet as of 10/31/2009

Debtor Case Number	Shale Royalties 16, Inc. 09-33906	Shale Royalties 17, Inc. 09-33913	Shale Royalties 18, Inc. 09-33907	Shale Royalties 19, Inc. 09-33908	Shale Royalties 20, Inc. 09-33910
CASH AND CASH EQUIVALENTS	-	-	-	-	-
ACCOUNTS RECEIVABLE	419,325	1,134,933	-	-	-
NOTES RECEIVABLE	1,325,000	6,400,000	600,000	-	-
I/C RECEIVABLES PREPETITION	12,340,088	7,989,054	18,848,310	9,095,985	5,691,462
I/C RECEIVABLES - POST PETITION	24,503	53,659	-	-	-
INVESTMENTS IN SUBSIDIARIES	-	-	-	-	-
OTHER INVESTMENTS	-	-	-	-	-
BUILDING FURNISHING & FIXTURES	-	-	-	-	-
ACCUM DEPRECIATION	-	-	-	-	-
MINERAL RIGHTS	7,716,252	5,540,018	1,246,770	409,970	20,104
Lease Bonus	-	-	-	-	-
Leasehold Costs	659,921	6,702,725	1,406,848	1,418,091	115,531
Accrued Leasehold	-	-	-	-	-
Leasehold Costs - Producing	1,966,938	323,468	-	27,519	50,084
Lease & Well Equipment	901,460	17,691	-	-	-
Intangible Drilling Costs	3,319,597	67,158	-	-	742
Intangible Completion Costs	819,161	5,025	-	-	-
INVENTORY-CASING	-	-	-	-	-
O&G Property Acq Deposits	-	292,694	-	-	-
Landman/Filing Fees	117,809	211,709	15,599	18,786	20,519
Drilling Advances Paid Vendors	(59,983)	74,686	-	-	-
EQUIPMENT AND LEASEHOLDS	7,724,903	7,695,155	1,422,448	1,464,396	186,876
DEPOSITS AND OTHER ASSETS	(0)	0	2,075	-	8,689
TOTAL ASSETS	29,550,070	28,812,819	22,119,603	10,970,350	5,907,131

supplement to ACC-1

Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Shale Royalties 16, Inc. 09-33906	Shale Royalties 17, Inc. 09-33913	Shale Royalties 18, Inc. 09-33907	Shale Royalties 19, Inc. 09-33908	Shale Royalties 20, Inc. 09-33910
ACCOUNTS PAYABLE - POST	-	-	-	-	-
PAYROLL TAXES PAYABLE - POST	-	-	-	-	-
ACCRUED & OTHER C/L - POST	-	-	-	-	-
ST TAX LIABILITY	-	-	-	-	-
DEFERRED TAX LIABILITY	(397,552)	(377,371)	(390,120)	(156,606)	(105,552)
INTERCOMPANY LIABILITIES - POST	129,019	121,360	62,655	31,075	17,085
TOTAL POST PETITION LIABILITIES	(268,533)	(256,011)	(327,465)	(125,531)	(88,467)
UNSECURED TRADE PREPETITION	(193)	-	-	-	-
Accounts Payable - Sinclair	-	-	-	-	-
Revenue Payable - Sinclair	-	-	-	-	-
Revenue Suspense Account	-	-	-	-	-
Dividends Payable - Pref Stk	2,561,917	2,258,477	896,038	355,724	168,866
Due to Others - Prepetition	-	-	-	-	-
OTHER PREPETITION DEBT	2,561,917	2,258,477	896,038	355,724	168,866
1/C PAYABLE - PREPETITION	3,469,409	4,256,868	2,530,422	1,613,255	500,643
PRIORITY UNSECURED PREPETITION	-	-	-	-	-
UNSECURED DEBT PREPETITION	-	-	-	-	-
TOTAL PREPETITION DEBT	6,031,133	6,515,345	3,426,460	1,968,979	669,509
Preferred Stock - Shareholders	31,285,000	30,505,002	24,430,000	12,225,000	6,885,000
Broker Dealer Commissions Paid	(4,159,325)	(4,111,550)	(3,266,350)	(1,723,700)	(887,275)
Paid in Capital	895	895	935	935	935
Equity	(280,145)	(2,010,284)	(606,844)	(736,843)	(325,919)
Dividend Distributions	-	-	-	-	-
Deferred Dividends Payable-PF	-	-	-	-	-
Accrued Dividend	(2,561,917)	(2,258,477)	(896,038)	(355,724)	(168,866)
Retained Earnings	(694,532)	(340,985)	(523,249)	(188,378)	(90,177)
Net Income (Loss) Year To Date	197,494	768,885	(117,846)	(94,388)	(87,608)
EQUITY	23,787,470	22,553,485	19,020,608	9,126,902	5,326,090
TOTAL LIABILITIES AND EQUITY	29,550,070	28,812,819	22,119,603	10,970,350	5,907,131

This form X does does not have related footnotes on Footnotes Supplement.

Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Shale Royalties 21, Inc. 09-33909	Shale Royalties 22, Inc. 09-33911	Elimination	Consolidated
CASH AND CASH EQUIVALENTS	-	-	-	3,400,827
ACCOUNTS RECEIVABLE	-	-	-	5,827,506
NOTES RECEIVABLE	-	-	-	24,648,117
I/C RECEIVABLES PREPETITION	100	-	(827,130,165)	735,750
I/C RECEIVABLES - POST PETITION	-	-	(11,589,974)	292,877
INVESTMENTS IN SUBSIDIARIES	-	-	-	2,765,121
OTHER INVESTMENTS	-	-	-	10,516,230
BUILDING FURNISHING & FIXTURES	-	-	-	1,609,281
ACCUM DEPRECIATION	-	-	-	(865,417)
MINERAL RIGHTS	-	-	-	71,602,211
Lease Bonus	-	-	-	50,169
Leasehold Costs	-	-	-	143,662,163
Accrued Leasehold	-	-	-	39,264,650
Leasehold Costs - Producing	-	-	-	8,047,454
Lease & Well Equipment	-	-	-	10,258,941
Intangible Drilling Costs	-	-	-	31,434,117
Intangible Completion Costs	-	-	-	4,472,004
INVENTORY-CASING	-	-	-	-
O&G Property Acq Deposits	-	-	-	562,142
Landman/Filing Fees	-	-	-	9,393,641
Drilling Advances Paid Vendors	-	-	-	2,779,123
EQUIPMENT AND LEASEHOLDS	-	-	-	249,924,404
DEPOSITS AND OTHER ASSETS	376	-	-	715,759
TOTAL ASSETS	476	-	(838,720,139)	371,172,666

Provident Royalties LLC
 Case Number 09-33886
 supplement to ACC-1
 Balance Sheet as of October 31, 2009

Balance Sheet as of 10/31/2009

Debtor Case Number	Shale Royalties 21, Inc. 09-33909	Shale Royalties 22, Inc. 09-33911	Elimination	Consolidated
ACCOUNTS PAYABLE - POST	-	-	-	16,274
PAYROLL TAXES PAYABLE - POST	-	-	-	3,681
ACCRUED & OTHER C/L - POST	-	-	-	1,236,216
ST TAX LIABILITY	-	-	-	-
DEFERRED TAX LIABILITY	(1)	-	-	(2,221,170)
INTERCOMPANY LIABILITIES - POST	1	-	(12,366,484)	-
TOTAL POST PETITION LIABILITIES	(0)	-	(12,366,484)	(964,999)
UNSECURED TRADE PREPETITION	-	-	-	15,425,175
Accounts Payable - Sinclair	-	-	-	-
Revenue Payable - Sinclair	-	-	-	-
Revenue Suspense Account	-	-	-	16,996
Dividends Payable - Pref Stk	-	-	-	34,171,833
Due to Others - Prepetition	-	-	-	11,694,629
OTHER PREPETITION DEBT	-	-	-	45,883,458
I/C PAYABLE - PREPETITION	17,391	15,000	(826,353,655)	-
PRIORITY UNSECURED PREPETITION	(1,363)	554	-	27,731
UNSECURED DEBT PREPETITION	-	-	-	26,614,456
TOTAL PREPETITION DEBT	16,028	15,554	(826,353,655)	87,950,820
Preferred Stock - Shareholders	-	-	-	476,005,436
Broker Dealer Commissions Paid	-	-	-	(64,879,321)
Paid in Capital	935	935	-	37,782
Equity	65	65	-	150,771
Dividend Distributions	-	-	-	187,956
Deferred Dividends Payable-PF	-	-	-	(202,650)
Accrued Dividend	-	-	-	(33,964,308)
Retained Earnings	(16,554)	(16,554)	-	(45,731,681)
Net Income (Loss) Year To Date	2	-	-	(47,417,139)
EQUITY	(15,552)	(15,554)	-	284,186,845
TOTAL LIABILITIES AND EQUITY	476	0	(838,720,139)	371,172,666

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CASE NAME: PROVIDENT ROYALTIES LLC

ACCRUAL BASIS - 2

CASE NUMBER: 09-33886

INCOME STATEMENT					
	For the Period from June 22 to June 30, 2009	Month Ended	Month Ended	Month Ended	QUARTER
		August 31, 2009	Sept 30, 2009	Oct 31, 2009	TOTAL
REVENUES					
1. Gross Revenues	\$ 136,578	\$ 192,997	\$ 432,106	\$ 512,374	\$ 1,082,140
2. Less: Returns & Discounts					\$ -
3. Net Revenue	\$ 136,578	\$ 192,997	\$ 432,106	\$ 512,374	\$ 1,082,140
COST OF GOODS SOLD					
4. Material					\$ -
5. Direct Labor					\$ -
6. Direct Costs	\$ 27,703	\$ 38,571	\$ 135,149	\$ 137,134	\$ 246,599
7. Total Cost Of Goods Sold	\$ 27,703	\$ 38,571	\$ 135,149	\$ 137,134	\$ 246,599
8. Gross Profit	\$ 108,875	\$ 154,425	\$ 296,957	\$ 375,239	\$ 835,542
OPERATING EXPENSES					
9. Officer / Insider Compensation	\$ 31,500		\$ -	\$ -	\$ 57,325
10. Selling & Marketing	\$ -		\$ -	\$ -	\$ -
11. General & Administrative	\$ 144,117	\$ 469,604	\$ 163,157	\$ 302,292	\$ 742,329
12. Rent & Lease	\$ 1,588	\$ 48,702	\$ 45,827	\$ 11,274	\$ 49,575
13. Other (Payroll benefit taxes)	\$ -	\$ -	\$ -	\$ -	\$ -
14. Total Operating Expenses	\$ 177,205	\$ 518,306	\$ 208,984	\$ 313,566	\$ 849,229
15. Income Before Non-Operating Income & Expense	\$ (68,330)	\$ (363,881)	\$ 87,973	\$ 61,673	\$ (13,687)
OTHER INCOME & EXPENSES					
16. Non-Operating Income (Att List)	\$ -	\$ -	\$ -	\$ -	\$ 41,469
17. Non-Operating Expense (Att List)	\$ -	\$ -	\$ -	\$ -	\$ -
18. Interest Expense	\$ -	\$ 49,653	\$ -	\$ -	\$ 49,653
19. Depreciation / Depletion	\$ -	\$ -	\$ -	\$ -	\$ -
20. Amortization	\$ -	\$ -	\$ -	\$ -	\$ -
21. (Gain) / Loss on Sale of Assets	\$ -	\$ 37,728,747	\$ (303,958)	\$ 31	\$ 37,728,747
22. Net Other Income & Expenses	\$ -	\$ (37,778,400)	\$ 303,958	\$ (31)	\$ (37,736,931)
REORGANIZATION EXPENSES					
23. Professional Fees	\$ 310,000	\$ 957,092	\$ 540,426	\$ 770,833	\$ 2,548,342
24. U.S. Trustee Fees	\$ -		\$ -	\$ 18,850	\$ 9,425
25. Other - Trustee Bond		\$ 60,000	\$ -	\$ -	\$ 60,000
26. Total Reorganization Expenses	\$ 360,000	\$ 1,017,092	\$ 540,426	\$ 789,683	\$ 2,617,767
27. Income Tax	\$ 62,831	\$ -	\$ -	\$ -	\$ -
28. Net Profit (Loss)	\$ (491,161)	\$ (39,159,373)	\$ (148,494)	\$ (728,040)	\$ (40,368,385)

This form X does does not have related footnotes on Footnotes Supplement.

Provident Royalties LLC
 Case Number 09-33886
 Statement of Income
 Supplement to ACC-2
 for the Period ended October 31, 2009

Debtor Case Number	Provident Resources LLC 09-33886	Provident Operating Company LLC 09-33893	Provident Energy 1 LP 09-33888	Provident Energy 2 LP 09-33894	Provident Energy 3 LP 09-33899
OIL AND GAS INCOME	-	-	-	132	-
COST OF GOODS SOLD - DIRECT COST	434	-	-	14	-
GROSS PROFIT	(434)	-	-	118	-
OFFICER /INSIDER COMPENSATION	-	-	-	-	-
SELLING AND MARKETING	-	-	-	-	-
GENERAL AND ADMINISTRATION	302,292	-	-	-	-
RENT AND LEASE	11,274	-	-	-	-
NON-OPERATING INCOME	-	-	-	-	-
Interest	-	-	-	-	-
Interest Income	-	-	-	-	-
INTEREST INCOME (EXPENSE)	-	-	-	-	-
DEPRECIATION AND DEPLETION	-	-	-	-	-
REORGANIZATION EXPENSES	770,833	-	-	-	-
UNITED STATES TRUSTEE FEE	18,850	-	-	-	-
(Gain)/Loss on Sales of Assets	-	-	-	-	-
Federal Income Tax Expense	-	-	-	-	-
State Income Taxes	-	-	-	-	-
INCOME TAX	-	-	-	-	-
NET PROFIT	(1,103,683)	-	-	118	-