

ARTICLES OF INCORPORATION

08 JUN 11 AM 11:59

OF

SECRETARY OF STATE
STATE OF IDAHORoyalty, Inc

The undersigned, acting as the incorporator of a corporation (hereinafter referred to as "CORPORATION" under the IDAHO BUSINESS CORPORATION ACT (the act), adopts the following Articles of Incorporation for the Corporation:

ARTICLE I.

NAME

The name of the Corporation

Royalty, Inc

ARTICLE II.

PERIOD OF DURATION

The period of duration of the corporation is perpetual.

ARTICLE III

PURPOSES AND POWERS

SECTION 1.

The purpose for which the corporation is organized is: The transaction of any or all lawful business for which corporations may be incorporated under the Act; to do everything necessary, proper, advisable or convenient for the conduct of said business; and to all other things incident thereto or connected therewith, which are not forbidden by the Act, by other law, or by these Articles of incorporation.

SECTION 2.

The Corporation shall have may exercise all powers necessary or convenient to effect its powers specified in the appropriate sections of the Idaho Code, as amended and supplemented.

ARTICLE IV.

AUTHORIZED SHARES

IDAHO SECRETARY OF STATE
06/11/2008 05:00
CK: 3816 CT: 121414 BH: 1119272
1 @ 100.00 = 100.00 CORP # 2
1 @ 20.00 = 20.00 CORP SUR # 3

C178922

SECTION 1. NUMBERS

The Aggregate number of shares of common stock which the corporation shall have the authority to issue is 1,000,000. The stock shall have - 0 - value.

SECTION 2. DIVIDENDS

The holders of the common stock shall be entitled to receive, when and as declared by the board of Directors, as permitted by the Act, dividends or distributions payable either in cash, in property, or in shares of the capital stock of the CORPORATION.

SECTION 3. STOCK NONASSESSABLE

The private property of the shareholders of the corporation shall not be subject to the payment of corporate debts to any extent whatsoever, and shares of the Corporation shall not be subject to assessment for the purpose of paying expenses, conducting business, or paying debts of the Corporation.

SECTION 4. VOTING POWER

The entire voting power for the election of the Directors and for all other purposes shall be vested exclusively in the holders of common stock, whom shall be entitled to one vote for each share of common stock held by them of record.

ARTICLE V.

PREEMPTIVE RIGHTS

Shareholders of the Corporation shall have preemptive rights and preferential rights of subscription to any shares of stock of the corporation, whether now or hereafter authorized, or to any obligations convertible into stock of the Corporation, issued or sold, and the Board of Directors in issuing stock of the corporation, or obligation convertible into the shareholders of the Corporation.

ARTICLE VI.

REGISTERED OFFICE

The address of the initial registered office of the Corporation is

79 Hely Fork Ridge Rd. Boise, ID 83716-3213
and the name of the initial registered agent is Craig H Kosberg

ARTICLE VII.

BOARD OF DIRECTORS

The number of Directors of the Corporation shall be as specified in the Bylaws. The number of Directors constituting the initial Board of Directors is one (1), and the name and address of the person who is to serve as Director until the first annual meeting of shareholders or until their successors are elected and qualify is:

Ced B Kosberg
NAME

6040 W Clifton
ADDRESS

Boise ID 83704

ARTICLE VIII.

INCORPORATOR

Craig H Kosberg
NAME

79 Gold Fork Ridge Rd Boise
ADDRESS

83716-3213

YHKG

STATE OF IDAHO)

COUNTY OF Ada) : ss

On this 8th day of May, 2008, before me the undersigned Notary Public in and for the State of Idaho, personable appeared Craig H. Kosberg known to me to be the person(s) whose names(s) is subscribed to the within instrument and acknowledged to me that he/she/they executed the same.

In witness thereof, I have set my hand and affixed my official see, the day and year above written herein.



H.E. Housh Sr
Public for Idaho
Residing at Boise ID
My commission expires 12/12/08