

(Submit in triplicate to appropriate
Regional Oil and Gas or Mining Supervisor)

DESIGNATION OF OPERATOR

The undersigned is, on the records of the Bureau of Land Management, holder of lease

DISTRICT LAND OFFICE: Santa Fe, New Mexico
SERIAL No.: New Mexico-0263785

and hereby designates

NAME: Walter Duncan
ADDRESS: Box 137
Durango, Colorado

as his operator and local agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the supervisor or his representative may serve written or oral instructions in securing compliance with the Operating Regulations with respect to (describe acreage to which this designation is applicable):

Township 17 North, Range 6 West
Section 34: SE $\frac{1}{4}$ SE $\frac{1}{4}$;

McKinley County, New Mexico,
and containing 40.00 acres, more or less.

It is understood that this designation of operator does not relieve the lessee of responsibility for compliance with the terms of the lease and the Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the supervisor of any change in the designated operator.

TEXACO Inc.

By

[Signature]
(Signature of lessee)
Agent and Attorney-in-fact

October 28, 1966

(Date)

Box 2100, Denver, Colorado 80201

(Address)