APPLICATION FOR PLUGGING

| 1. A. L. Dawsey ' |
|--|
| (hereinafter called "operator") is the operator of the |
| El Vado #1 and El Vado #2 located |
| N-11-27N-1E |
| Rio Arriba County, New Mexico. |
| 2. A. L. Dawsey as operator, |
| has posted xex (one well) (BXENKEX) (cash) (xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx |
| the amount of \$5,000.00 each in compliance with Section |
| 70-2-14 N.M.S.A. 1978 and Rule 101 of the Rules and |
| Regulations of the Oil Conservation Division, which bond is |
| conditioned upon compliance with the Statutes of the State |
| of New Mexico and the Rules and Regulations of the Division |
| with respect to the proper plugging and abandonment of the |
| well(s) operated by said operator. |
| (Alt. 1) 3 is surety on |
| said bond. |
| (Alt. 2) 3 is holding savings |
| account No. |
| (Alt. 3) 3. Operator has deposited with First National Bank of Albuquerque |