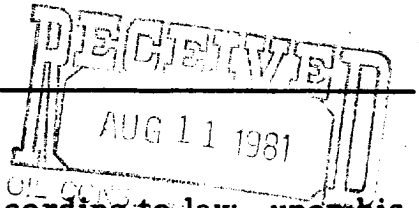


NEW MEXICO OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

AFFIDAVIT OF RESPONSIBILITY
CONVERSION TO WATER-WELL

STATE OF NEW MEXICO)
County of BERNALILLO) ss.



MORRIS B. JONES, being first duly sworn according to law, upon his oath deposes and says:

1. That he is Agent of Morris B. Jones
(Title) (Operator)

whose address is 1223 First Interstate Bldg. Albuquerque, NM 87101.

2. That Morris B. Jones is the operator of a well drilled on land be-
(Operator)

longing to Frank E. Shofner, whose address is 111 Louisiana Blvd. SE
(Landowner)

Alb., NM 87108, said well being drilled to test for hydrocarbons and/or carbon dioxide gas and described as the Blue Quail Energy, No. 1, being located 2310' feet from the West line and 2310 feet from the Northline of Section 10, Township 2 North, Range 8 East, NMPM, Torrance County, New Mexico.

3. That said well was drilled to a total depth of 5839 feet, and that casing has been set and cemented as follows:

10 3/4" set at 221' & cemented w/400 sacks.
8 5/8" set at 718' & cemented w/100 sacks.

4. That operator and landowner have made an agreement whereby operator (is) ~~(is not)~~ to back fill pits, level location, and clear it of all junk. The agreement further provides that operator is to plug said well back to a plugged-back total depth of 718 feet and transfer well to landowner for his use as a water-well. Operator will leave casing in the well as follows:

Same as above

5. That when operator has complied with the provisions of Paragraph 4 above it will so notify the Oil Conservation Commission of the State of New Mexico on Commission Form C-103, together with a signed statement from the landowner that the provisions of Paragraph 4 above have been complied with to his satisfaction.

Morris B. Jones
(Operator)

By Morris B. Jones
Subscribed and sworn to before me this 21st day of July, A. D. 1981.

My commission expires:
March 10, 1985

Kathleen M. Sanderson
Notary Public in and for the County of Bernalillo

STATE OF New Mexico)
County of Bernalillo) ss.

FRANK Shofner, being first duly sworn according to law, upon his oath deposes and says that when the provisions of Paragraphs 4 and 5 above have been complied with, he will accept the above-described well for his use as a water-well, and that he will assume all responsibility for the well, the location, and the conversion of the well to a water-well.

Frank E. Shofner
(Landowner)

Subscribed and sworn to before me this 3RD day of August, A. D. 1981.



OFFICIAL SEAL
Diane Daffin
DIANE DAFFIN
NOTARY PUBLIC - NEW MEXICO
Notary Bond Filed with Secretary of State
My Commission Expires 5-20-85
Notary Public in and for the County of Bernalillo