

RECOVERED OIL AFFIDAVIT

I, J. B. Rush, of lawful age being first duly sworn, states that he is
Production Records Supervisor for Phillips Oil Company with offices at
(Title or Position) (Company)
4001 Penbrook, City of Odessa, State of Texas, that he
knows of his own personal knowledge that 699 net barrels of oil to be taken by
Navajo
(Pipe Line or Trucking Company), from the Beeson F lease, located in section
31, Township 17S, Range 30E, Survey --, County of EDDY
State of New Mexico, during the month of July, 1984, covered by approved
Form C-126, dated the 26th day of July, 1984, is owned in its entirety by
said owner, the operator of said lease, and said 699 barrels was recovered from
said well Number 2 during the month of July, 1984, after being used for
fracture treatment purposes.

I further certify that all applicable royalties and taxes have been or will be paid
on the quantity above set forth and such recovered oil is not production from said premises:
that by reason of the foregoing matters, said recovered oil shall be considered as the first
oil run from the lease during the month and priced and paid to Owner on such basis without
deduction of any kind for royalties, taxes, overriding royalties or any other deductions
or obligations.

A certified copy of the invoice of the supplier of load oil stating therein the volume
of load oil furnished is attached to the Form C-126

J. B. Rush J. B. Rush
Signed Production Records Supervisor
Title or Position
Phillips Oil Company
Company

SUBSCRIBED AND SWORN TO before me, A Notary Public in and for Ector County,
State of Texas, this 26th day of July, 1984

Jane Chase Jane Chase
7-31-84
Commission Expires