

STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

LEASE NO.: NM 0107697

LEGAL DESCRIPTION: 660' FNL & 2130' FWL
Section 24, T-19S, R-31E
Eddy County, New Mexico

FORMATION(S): Morrow

BOND COVERAGE: \$25,000 Statewide Bond

BLM BOND FILE NO.: B02099

AUTHORIZED SIGNATURE:

Marc Wise Marc Wise

TITLE:

President

DATE:

6/9/00