

STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

Application for Permit to Drill
Pacer 28 Federal #1
1880' FNL & 1980' FEL
Section 28, T-19S, R-31E
Eddy County, New Mexico

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. : LC 063622

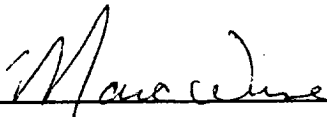
Legal Description : SW/4 NE/4 Section 28, T-19S, R-31E
Eddy County, New Mexico

Formation : Surface to Base of Morrow

Bond Coverage : \$25,000 Statewide

BLM Bond File No. : BO2099

Operator : LYNX PETROLEUM CONSULTANTS, INC.

Authorized Signature : 

Title : President

Date : 7/11/01