

**Chi Operating, Inc.**

McIver Federal, Well No. 1

Page 4

**11. OTHER INFORMATION: cont.....**

- G. Surface Ownership: The proposed well site and access road is on Federal surface and minerals.
- H. There is no evidence of archaeological, historical or cultural sites in the staked area. Archaeological Survey Consultants, P. O. Box D, Roswell, NM 88202, are conducting an archaeological survey and their report will be submitted to the appropriate government agencies.

**12. OPERATOR'S REPRESENTATIVE:**

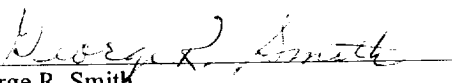
- A. The field representative for assuring compliance with the approved use and operations plan is as follows:

John Qualls  
Chi Operating, Inc.  
P. O. Box 1799  
Midland, Texas 79701  
Office Phone: (915) 685-5001  
Home Phone: (915) 684-8825

**13. CERTIFICATION:**

I hereby certify that I have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in the plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Chi Operating, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

May 23, 2001

  
George R. Smith  
Agent for: Chi Operating, Inc.