STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

Operators Name SONAT EXPLORATION
Street or Box 110 W. Louisiana, Suite 500
City, State Midland, Texas 79701
Zip Code 79701

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 56741 Lotos "A" Federal, Well #1

Legal Description of Land: Sec 15, T-24-S, R-31-E, Eddy County, NM 1980 FWL and 660 FNL. W/2 of SEc 15.

Formation(s) (if applicable):

Bond Coverage: (State if individual bonded or another's bond) Nationwide

BLM Bond file No. ES 0101

Authorized Signature:

Joseph A. Mills

Title: Attorney-in-fact

Date: 12-15-94

DEC 23.'94

O. C. D. Artesia, office