

STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

Maralo, Inc.
P. O. Box 832
Midland, Texas
79702

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. USA NM-15303

LEGAL DESCRIPTION OF LAND: Picket Draw Federal, Well No. 1
660' FNL & 1980' FWL
Section 9, T-25-S, R-29-E

FORMATION(S): Currently in Morrow, to be
recompleted in Bone Spring

BOND COVERAGE: Blanket

BLM BOND FILE NO. CRO 400817
Renewed through 02/94

AUTHORIZED SIGNATURE Bill Hunt

TITLE Op. Mgr. MAN

DATE 12-8-1993