

Release Agreement

Know all men by these presents, that I Clayton Post
of the county of Rio Arriba in the State of New Mexico am the
surface owner of the hereinafter described land upon which a well
for oil or gas was drilled, to wit:

Operator Benson-Montin-Greer Drilling Corp.

Lease Number-NMM 23039 (Federal Lease involved in Drilling Block
required to drill this well on Fee Surface and Fee Minerals)

Lessee Clayton Post

E. T.

Well # 1 NENW Section 28, T. 25 N. R. 2 W. (E.T. #1)

I have worked with the New Mexico Oil and Gas Conservation
Division, Aztec Office and the operator in the conversion of this
well to a water well and do hereby notify the Bureau of Land
Management of my desire to utilize said well as a water supply
well. I do hereby release and discharge the operator, lessee,
and the Bureau of Land Management from any further work or
responsibility in relation to the plugging of said well.

Witness by hand and seal this 20th day of NOVEMBER 1997

Clayton Post

Surface Owner

Clayton Post

P.O. Box 178, Lindrith, NM 87029

Address

In the Presence of:

Lottie M. Davis

Address

P.O. Box 85 Lindrith, NM 87029

My COMMISSION EXPIRES: AUGUST 10, 2000.

Address

NEW MEXICO OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

AFFIDAVIT OF RESPONSIBILITY
CONVERSION TO WATER-WELL

STATE OF NEW MEXICO)
County of SAN JUAN) ss.

Albert R. Greer, being first duly sworn according to law, upon his oath deposes and says:

1. That he is President of Benson-Montin-Greer Drilling Corp. (BMG)
(Title) (Operator)
whose address is 4900 College Boulevard, Farmington, New Mexico 87402.
2. That BMG is the operator of a well drilled on land be-
(Operator)
longing to Clayton Post, whose address is P.O. Box 178, Lindrith, NM
(Landowner) 87029
Clayton Post, said well being drilled to test for hydrocarbons and/or
carbon dioxide gas and described as the E.T. No. 1, being located 1100
feet from the north line and 1600 feet from the west line of Section 28,
Township 25 North, Range 2 West, NMPM, Rio Arriba
County, New Mexico.
3. That said well was drilled to a total depth of 8081 feet, and that cas-
ing has been set and cemented as follows:
9-5/8" 47# casing set at 220' RKB, cemented with 136 cf class B + 2% CaCl
4-1/2" 11.6# casing set at 8081' RKB, cemented as follows:
1st stage 744 cf, 2nd stage 973 cf, 3rd stage 1436 cf.
4. That operator and landowner have made an agreement whereby operator
(is) (is not) to back fill pits, level location, and clear it of all junk. The agreement
further provides that operator is to plug said well back to a plugged-back total depth of
3200 feet and transfer well to landowner for his use as a water-well. Operator will
leave casing in the well as follows:

all of above

5. That when operator has complied with the provisions of Paragraph 4 above
it will so notify the Oil Conservation Commission of the State of New Mexico on Com-
mission Form C-103, together with a signed statement from the landowner that the
provisions of Paragraph 4 above have been complied with to his satisfaction.

BENSON-MONTIN-GREER DRILLING CORP.

Albert R. Greer
(Operator)

By Albert R Greer, President
Subscribed and sworn to before me this 12th day of Nov, A. D. 19 97.

Theresa L. Packer
Notary Public in and for the County of San Juan

STATE OF NEW MEXICO)
County of RIO ARRIBA) ss.

Clayton Post, being first duly sworn according to law, upon
his oath deposes and says that when the provisions of Paragraphs 4 and 5 above have been
complied with, he will accept the above-described well for his use as a water-well, and
that he will assume all responsibility for the well, the location, and the conversion of the
well to a water-well.

Clayton Post
(Landowner)

Subscribed and sworn to before me this 20th day of NOVEMBER, A. D. 19 97.

My COMMISSION EXPIRES:
AUGUST 10, 2000.

Lothe M. Davis
Notary Public in and for the County of Rio Arriba