STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS 43 CFR 3100.0-5 NTL 89-1 New Mexico

Hanagan Petroleum Corporation accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

LEASE NUMBER: NM 57255

LEGAL DESCRIPTION OF LAND: SW/4 Sec. 33 - T13S - R29E Chaves County, New Mexico

BOND COVERAGE: Statewide bond of Hanagan Petroleum Corp. from Planet Indemnity Company. Surety Bond # B03222

FORMATIONS: All Depths.

BLM BOND FILE NUMBER: Statewide Bond 3104 (943C-3ssp)

DATE: 2/14/94

AUTHORIZED SIGNATURE: Michael G Hanagan 🛆 TITLE: Vice President