

SURFACE RELEASE

KNOW ALL MEN BY THESE PRESENTS THAT: We the undersigned do hereby release, acquit and discharge Bison Petroleum Corporation, 5809 S. Western, Suite 200, Amarillo, Texas, of any responsibility for further surface cleaning, leveling or restoration of any kind whatsoever ^{*}/on the Southeast Quarter (SE/4) of Section 24, Township 11 South, Range 33 East N.M.P.M., Lea County, New Mexico.

It being understood that: Bison Petroleum Corporation has plugged the Epperson No. 3 well under the direction of the New Mexico Oil Conservation Division and set the abandoned marker in cement; that items of equipment, cement blocks, pads etc. still in place are from operations other than Bison's; and that Bison will leave for ranch use the pile of caliche scraped from Bison's well pad.

EXECUTED this 2 day of Oct, 1990.

Witness

John L. LeCraw

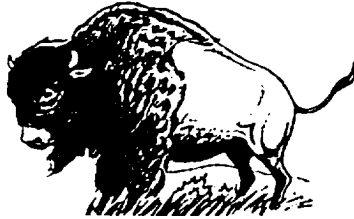
Joel Graham
Mr. Joel Graham
Surface Rancher

Patricia S. Loban

Dick Eichart
Mr. Dick Eichart
Energy Development Corp.
Mineral Lessee

*only as it relates directly to the plugging and abandonment of the Epperson No. 3 Well located therein and operations conducted therewith,

**BISON
PETROLEUM
CORPORATION**



5809 South Western, Suite 200
Amarillo, Texas 79110-3607
Phone: (806) 358-0181

Oil Conservation Division
P.O. Box 1980
Hobbs, NM 88240
Attn: Mr. Jerry Sexton
Supervisor, District I

RE: Plug and Abandonment

February 5, 1991

Gentlemen:

The following wells are ready for abandonment:

Bison Epperson No. 3 Sec. 13-11S-33E Lea County
Bison Willis No. 1 & 2 Sec. 4-9S-34E Lea County

We have worked with the surface owners in cleaning up the location and have left the caliche on location as they requested. Various lines remain on rights-of-way not under our control. The surface owners have inspected the premises and have signed Surface Releases for our benefit (see attached).

If anything additional is necessary please let us know.

Yours very truly,

A handwritten signature in cursive script, reading "Bruce O. Barthel". The signature is written in dark ink and is positioned above the printed name and title.

Bruce O. Barthel
President

BOB/lis

Enclosures

NOV 19 1990



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

November 15, 1990

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

Bison Petroleum
5809 South Western, Suite 200
Amarillo, Texas 79110-3607

Re: Epperson #3-0, Sec 24, T11S, R33E

Gentlemen:

An Oil Conservation Division Inspector made an inspection of the above plugged well site in an attempt to release the location.

Prior to release of the location, it will be necessary to complete the following procedures:

All junk removed from the location.

The pipeline crossing removed from the location.

The battery area cleared of all junk and cement chunks.

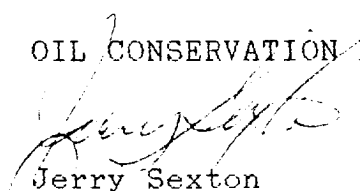
Disposal of the large pile of caliche in the tank area.

In order for you to leave the caliche on the location, it is necessary for the rancher to write a letter stating the material is left there at his request and that the condition of the location meets with his approval.

After the procedures have been completed, please so indicate at the bottom of the page and return to this office.

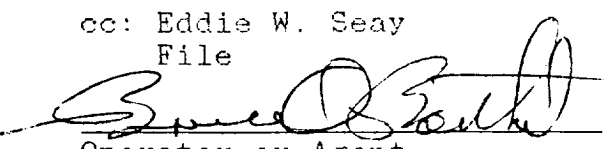
Very truly yours

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, District I

JS:bp

cc: Eddie W. Seay
File


Operator or Agent

Feb. 4, 1991
Date