

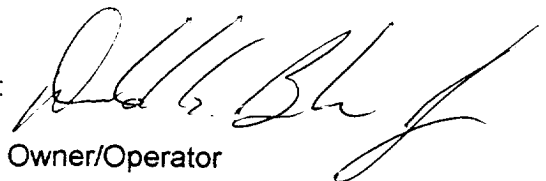
## STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

Morexco, Inc.  
P. O. Box 481  
Artesia, New Mexico 88211-0481

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

Lease Number:	NM-40448
Legal Description of Land:	Township 18 South, Range 32 East, N.M.P.M. Section 7: SE/4NE/4 2310' FNL, 330' FEL, Unit H Lea County, New Mexico
Formation:	Queen
Bond Coverage:	Statewide Federal Bond
BLM bond file number:	NM 1583

Authorized Signature:



Title:

Owner/Operator

Date:

October 23, 1996