AMERICAN QUASAR PETROLEUM CO. OF N. M. BRINNINSTOOL UNIT WELL NO. 2 1980' F N & W LINES SEC. 21 T 235 R33E LEA COUNTY, NEW MEXICO LEASE NO. LC 068848

AGREEMENT WITH SURFACE OWNER FOR SURFACE RESTORATION

We have contacted Mr. W. H. Brinninstool, the surface owner, and agreed on the following procedures.

In the event the well is productive, we will, within 90 days following completion, backfill all pits, clear the location of all equipment not needed for producing operations, any trash or debris, and generally level and clean up the area adjacent to the well pad.

In the event the well is not productive, it will be plugged and abandoned in accordance with regulations and a marker set. The well pad and the road will be completely cleared and then ripped to promote yegetation. All of this will be done within 90 days after the well is abandoned.

QUASAR PETROLEUM

R. A. STEELMAN DIV. OPER. MGR.