

STATE OF NEW MEXICO

ONE-WELL PLUGGING BOND

FOR CHAVES, EDDY, LEA, MCKINLEY, RIO ARRIBA, ROOSEVELT,
SANDOVAL, AND SAN JUAN COUNTIES ONLY

BOND NO. B04382
AMOUNT OF BOND \$5,000.00
COUNTY Lea

NOTE: For wells less than 5,000 feet deep, the minimum bond is \$5,000.00*
For wells 5,000 to 10,000 feet deep, the minimum bond is \$7,500.00*
For wells more than 10,000 feet deep, the minimum bond is \$10,000.00

*Under certain conditions, a well being drilled under a \$5,000.00 or \$7,500 bond may be permitted to be drilled as much as 500 feet deeper than the normal maximum depth, i.e., a well being drilled under a \$5,000.00 bond may be permitted to go to 5,500 feet, and a well being drilled under a \$7,500.00 bond may be permitted to go to 10,500 feet. (See Rule 101)

File with Oil Conservation Division, P. O. Box 2088, Santa Fe 87501

KNOW ALL MEN BY THESE PRESENTS:

That WILLIAM H. BRININSTOOL DBA SALADO BRINE SALES, (An individual) ~~XXXXXXXXXXXX~~
~~XXXXXXXXXXXX~~ corporation organized in the State of New Mexico, with its principal office in the city
of Jalisco, State of New Mexico, and authorized to do business
in the State of New Mexico), as PRINCIPAL, and UNDERWRITERS INDEMNITY COMPANY,
a corporation organized and existing under the laws of the State of
Texas, and authorized to do business in the State of New
Mexico, as SURETY, are held firmly bound unto the State of New Mexico, for the use and benefit of the Oil
Conservation Division of New Mexico pursuant to Section 70-2-12, New Mexico Statutes Annotated, 1978
Compilation, as amended, in the sum of (\$5,000.00) FIVE THOUSAND Dollars lawful money of the United
States, for the payment of which, well and truly to be made, said PRINCIPAL and SURETY hereby bind
themselves, their successors and assigns, jointly and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas lease, or carbon
dioxide (CO₂) gas leases, or helium gas leases, or brine mineral leases with the State of New Mexico; and

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon
dioxide (CO₂) gas leases, or helium gas leases, or brine mineral leases on lands patented by the United
States of America to private individuals, and on lands otherwise owned by private individuals; and

WHEREAS, The above principal, individually, or in association with one or more other parties, has
commenced or may commence the drilling of one well not to exceed a depth of 3665'
feet, to prospect for and produce oil or gas, or carbon dioxide (CO₂) gas or helium gas, or does own or
may acquire, own or operate such well, or such well started by others on land embraced in said State oil
and gas leases, or carbon dioxide (CO₂) leases, or helium gas leases, or brine minerals, and on land
patented by the United States of America to private individuals, and on land otherwise owned by private
individuals, the identification and location of said well being being
Salado Brine Sales #3, 125 FNL 132 FEL, Section 32, Township 23 ~~North~~(South)
(Here state exact legal footage description)

Range 33 (East)(West), N.M.P.M., Lea County, New Mexico.

NOW, THEREFORE, If the above bounden principal and surety or either of them or their successors or
assigns, or any of them, shall plug said well when dry or when abandoned in accordance with the rules,
regulations, and orders of the Oil Conservation Division of New Mexico in such way as to confine the oil,
gas, brine, and water in the strata in which they are found, and to prevent them from escaping into other
strata;

THEN, THEREFORE, This obligation shall be null and void; otherwise and in default of complete
compliance with any and all of said obligations, the same shall remain in full force and effect.

P.O. Drawer A
Jal, New Mexico 88252

8 Greenway Plaza, Suite 400
Houston, TX 77046

Address
By William H. Bennington
Signature
Title

Address
Roy C. Die, Attorney-In-Fact

(Note: Principal, if corporation, affix
corporate seal here.)

(Note: Corporate surety affix corporate seal
here.)

ACKNOWLEDGEMENT FORM FOR NATURAL PERSONS

STATE OF New Mexico)
COUNTY OF Lea) ss.

On this 15th day of November, 1993, before me personally appeared William H. Bennington to me known to be the person (persons) described in and who executed the foregoing instrument and acknowledged that he (they) executed the same as his (their) free act and deed.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

MY COMMISSION EXPIRES 1/2/94

My Commission Expires

Ram Dresser
Notary Public

ACKNOWLEDGEMENT FORM FOR CORPORATION

STATE OF _____)
COUNTY OF _____) ss.

On this _____ day of _____, 19____, before me personally appeared _____, to me personally known who, being by me duly sworn, did say that he is _____ of _____ and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

Notary Public

My Commission Expires

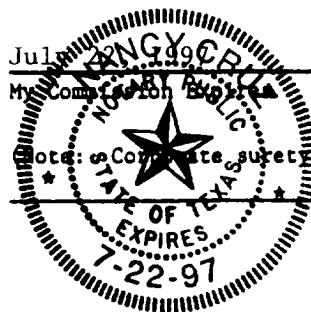
ACKNOWLEDGEMENT FORM FOR CORPORATE SURETY

STATE OF Texas)
COUNTY OF Harris) ss.

On this 11th day of November, 19____, before me appeared Roy C. Die Attorney-in-Fact of Underwriters Indemnity Company and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

Henry C. J.
Notary Public



July 22, 1997
My Commission Expires
(Note: Corporate surety attach power of attorney.)

APPROVED BY:

OIL CONSERVATION DIVISION OF NEW MEXICO

By: _____

Date: _____