

STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

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

LEASE NO.: NM 0559539 SAND "18" FEDERAL COM

LEGAL DESCRIPTION: Township 23 South, Range 32 East
Sec. 18: SE $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$

FORMATION(S): Brushy Canyon
Bone Springs

BOND COVERAGE: \$150,000

BLM BOND FILE NO. CO-0058

AUTHORIZED SIGNATURE:

Mark E. Schneider
Mark E. Schneider

TITLE: Area Manager

DATE: July 11, 1995