

AGREEMENT BETWEEN THE OPERATOR AND SURFACE OWNER AND REHABILITATION
REQUIREMENTS:

Mr. Rubert Madera
P.O. Box 1224
Jal, New Mexico 88252
Phone No. (505) 395-2912

Smith Federal #1
1980' FNL & 1968' FWL
Sec. 19, T24S-R34E
Lea County, New Mexico

The Superior Oil Company and the land owner on which the Smith Federal Well #1 is to be drilled, agreed to the following rehabilitation plan.

1. The pits are to be dug from the inside out and not from the outside in.
2. If dry hole, Superior Oil will backfill and level all pits and clean up the well site within six (6) months after the well has been plugged.
3. If the well is a producer, minimum required space will be used for erection of tank battery, separation facility roads, etc. Pits are to be backfilled and leveled within six (6) months after completion of the well, and the land affected to be reasonably restored to its original state.

SIGNED:

P. R. Blauvelt
THE SUPERIOR OIL COMPANY

DATE:

5-22-81

SIGNED:

Rubert Madera
RUBERT MADERA

DATE:

9/1/81