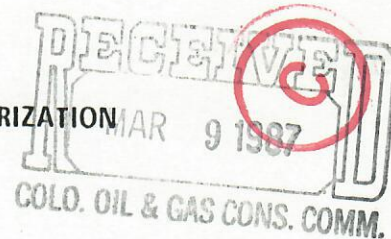


STATE OF COLORADO
OIL AND GAS CONSERVATION COMMISSION
DEPARTMENT OF NATURAL RESOURCESPRODUCER'S CERTIFICATE OF CLEARANCE AND AUTHORIZATION
TO TRANSPORT OIL OR GAS FROM A WELLFile in triplicate for Patented and Federal lands.
File in quadruplicate for State lands.Lease Sindt, Arthur 32490 Well No. 4 Field Padroni, W.Loc. NE NE Sec. 7 Twp. 9N Range 52W County Logan
1/4 1/4Producing Formation "O" SandProducer or Operator Hondo Oil & Gas Company Phone No. 505/625-8760Street P. O. Box 2208 City Roswell State NM Zip 88201

The above named producer hereby authorizes the following transporter (s) to transport oil and/or gas from the above designated well:

OILTransporter ArapahoStreet P. O. Box 304City BushState Colorado Zip 80723

Date of First Production _____

GAS

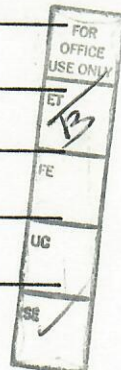
Transporter _____

Street _____

City _____

State _____ Zip _____

Date of First Sales _____



If change of Operator:

Previous Operator Arco Oil & Gas Co. Effective date of change 1/1/87

REMARKS _____

NEW WELL TEST DATA

Production gauge on 24 hr. basis _____ Bbl. Oil _____ Bbl. Water _____ Mcf. Gas _____

The undersigned certifies that the rules and regulations of the Oil and Gas Conservation Commission of the State of Colorado have been complied with except as noted above and that the transporter (s) is (are) authorized to transport the oil and/or gas produced from the above described well and that this authorization will be valid until further notice to the transporter named herein or until cancelled by the Colorado Oil and Gas Conservation Commission.

Executed this 27th day of February, 19 87.

Approved:

MAR 13 1987

Date

William R. Smith
DirectorJohn H. McQueen **HONDO OIL & GAS COMPANY**
(Producer or Operator)Vice President Producing Division
(Affiant) (Title)