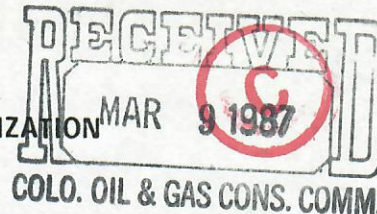


STATE OF COLORADO
OIL AND GAS CONSERVATION COMMISSION
DEPARTMENT OF NATURAL RESOURCES



PRODUCER'S CERTIFICATE OF CLEARANCE AND AUTHORIZATION
TO TRANSPORT OIL OR GAS FROM A WELL

File in triplicate for Patented and Federal lands.
File in quadruplicate for State lands.

Lease Sindt, Arthur 32490 Well No. 10 Field Padroni, W.

Loc. SE SW SE Sec. 6 Twp. 9N Range 52W County Logan
1/4 1/4

Producing Formation "O" Sand

Producer or Operator Hondo Oil & Gas Company Phone No. 505/625-8760

Street 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:

OIL

GAS

Transporter Arapaho

Transporter _____

Street P. O. Box 304

Street _____

City Bush

City _____

State Colorado Zip 80723

State _____ Zip _____

Date of First Production _____

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

Director

John McKeen

HONDO OIL & GAS COMPANY

(Producer or Operator)

Vice President Producing Division

(Affiant)

(Title)