

*Brian James*

OIL AND GAS BROKER  
COMPLETE SERVICES

RECEIVED

DEC 16 1985

COLO. OIL & GAS CONS. COMM.

December 10, 1985

Jim McKee  
1580 Logan Street, Ste 380  
Denver, Colorado 80203

Re: Release of individual bonds  
Colorado fee leases  
Logan County, Colorado

Dear Mr. McKee:

Pursuant to our conversation, please review your files so as to approve releases of individual surface restoration bonds on those leases bonded for drilling by OXOCO, Inc., in Logan County, Colorado. Those tracts being released, as listed below, have been restored, and settlement has been made to the landowners, therefore OXOCO would like to have their bonds released. The lands which were bonded are as follows:

<u>WELL</u>	<u>DESCRIPTION</u>	<u>SETTLEMENT PAID</u>
✓ Padroni #6-1	SE/4NW/4-6-9N-52W	\$1,000.00
✓ Peavey Channel #29-1	SE/4NE/4-29-12N-55W	\$ 500.00
✓ Merino #30-1	1650' FSL & 2310' FWL from SW/corner of Sec. 30-6N-54W. <i>NE SW</i>	*See note below.

\*NOTE: The Merino #30-1 well was drilled by the Beren Corp. on a location at 2210' FWL & 2010' FSL on their own bond. OXOCO's bond is still in effect on this tract and due to the reason as mentioned above, we need a release from the State.

At your earliest convenience, please release these bonds and send them to my attention at the address listed below. If you need any additional information, please don't hesitate to call. Thanks again.

Sincerely yours I am,

*Brian D. James*

Brian D. James  
for OXOCO, Inc., aka OXTEX



00290929



DEC 16 1985

COLD. OIL &amp; GAS CONS. COMM.

## RELEASE OF DAMAGES CAUSED BY OPERATIONS

Know All Men By These Presents:

That (I) (we) the undersigned, of Sterling  
State of Colorado, for and in consideration of the payment to us in  
cash of the sum of \$ \$500.00, by Gear Drilling Company (check #5046)  
the receipt of which is hereby acknowledged, have released, discharged and  
acquitted and, by these presents, do release, discharge and acquit said  
Oxoco Inc. & Gear Drilling Company of any and all liability to (me)  
(us) for damage to (my) (our) land, livestock, crops, and other properties  
occasioned by the drilling and/or operating of a well known as the  
Peavey Channel No.29-1 located in approximately the SE NE SEC.29-12N-55W  
Logan County, and (I) (we) agree that every claim and cause of action that  
Colorado and (I) (we) now have, or may have ever had in same, is in all things fully satis-  
fied, released and discharged. ✓

And, for the consideration above we hereby release, cancel, annul and  
declare satisfied and discharged any and every cause of action which (I) (we)  
now have or may have ever had against said Oxoco Inc. & Gear Drilling Company  
by reason of said ingress/egress operations of the  
above well.

And (I) (we) hereby bind (my) (our) heirs, assigns, executors and admin-  
istrators to never institute or prosecute, either at law or in equity, any cause  
of action or suit against the said above named  
for loss or injury heretofore sustained by (me) (us) and occasioned by the said  
Oxoco Inc. & Gear Drilling Company operations in ingress/egress  
ating the above-named well.

In witness whereof, (I) (we) have hereunto set our hand and seal this

26 day of March, 1985

WITNESS

Shirley D. Nelson

Chauncey Nelson  
Chauncey Nelson

APR 2 1985