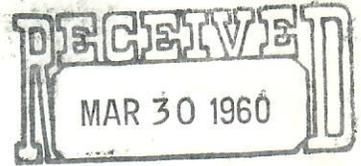




OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO



BOND

KNOW ALL MEN BY THESE PRESENTS, That we, McDANIEL DRILLING COMPANY OIL & GAS CONSERVATION COMMISSION

of the County of Denver, in the State of Colorado, as principals, and TRAVELERS INDEMNITY COMPANY of Hartford, Connecticut, as surety, authorized to do business in the State of Colorado, are held hereby and firmly bound unto the State of Colorado, in the penal sum of (\$ 2500.00), TWENTY FIVE HUNDRED AND NO/100 Dollars, lawful money of the United States, for the faithful payment of which we hereby bind ourselves, our heirs, executors, administrators and assigns.

The condition of this obligation is that whereas the above bounden principals have commenced the drilling of a test well or wells for oil or gas (on lands situated in the State of Colorado) on the following described land: Lease Name _____ Well No. 1-Nelson Description Center of the SW 1/4 SW 1/4 Section 29, Township 12 North, Range 55 West, Logan County, Colorado.

NOW, THEREFORE, If the above bounden principals shall comply with all of the provisions of the laws of the State of Colorado and the rules, regulations and requirements of the Oil and Gas Conservation Commission of the State of Colorado, with reference to properly plugging said well or wells, then this obligation is void; otherwise, the same shall be and remain in full force and effect.

Witness our hands, this 29th day of March, 19 60.

McDANIEL DRILLING COMPANY

BY: Eugene A. McDaniel
President

Principals

Witness our hands, this 29th day of March, 19 60.

TRAVELERS INDEMNITY COMPANY

BY: Bill Daniels
Bill Daniels, Attorney-in-Fact
1115 Mile High Center, Denver 2, Colo.

Surety

Approved: [Signature]
Director
Oil and Gas Conservation Commission
of the State of Colorado

Dated: MAR 30 1960



05-075-07241