

STATE OF COLORADO
OIL AND GAS CONSERVATION COMMISSION

DEPARTMENT OF NATURAL RESOURCES
SUITE 380 LOGAN TOWER BUILDING
1580 LOGAN STREET

DENVER, COLORADO 80203

(303) 894-2109 FAX
(303) 894-2100

DENNIS R. BICKNELL
Director
JOHN R. STOWELL
Deputy Director
PATRICIA C. BEAVER
Technical Secretary

ROY ROMER
Governor



August 28, 1991

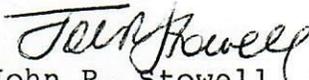
Richard E. Ebener
c/o Patrick A. Doheny
136 El Camino
Beverly Hills, CA 90212

RE: Bond No. 8128-63-86
SWNE 11-3S-55W
Breen 1

Dear Mr. Ebener:

The above mentioned bond may be released as of April 26, 1991. Please forward the attached copy of this letter along with one of the original bonds to your surety for release. Thank you.

Sincerely,


John R. Stowell, P.E.
Deputy Director

JRS/pak

cc: Federal Insurance

Attachments

0002p

EXECUTED IN DUPLICATE

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

BOND
(Surface)

Bond No.: 8128-63-86

KNOW ALL MEN BY THESE PRESENTS, That ~~we~~, Patrick A. Doheny, 136 El Camino, Suite 401, Beverly Hills, California 90212

of the County of Los Angeles, in the State of California
as principals, and Federal Insurance Co., 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 (\$ 2,000.00),
Two Thousand 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 propose 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:

Blanket Bond: To Cover All Wells Drilled in the State of Colorado

Individual Bond: Well No. 1 Lease Breen
Section 11 Township 3 South Range 55 West
Washington 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 land damages and the restoration of the land, as nearly as possible, to its condition at the beginning of the lease, then this obligation is void; otherwise, the same shall be and remain in full force and effect.

Witness our hands, this 8th day of February, 19 91.

PATRICK A. DOHENY

RECEIVED

FEB 22 1991

OIL & GAS CONS. COMM.

OK to release 8/28/91

By Richard E. Ebener

Richard E. Ebener

His Attorney-in-Fact
Principals

Witness our hands, this 14th day of February, 19 91.

Approved: Dennis R. Bicknell
Director, Oil & Gas Conservation
Commission of the State of Colorado

by jay

Dated: 2/25/91

FEDERAL INSURANCE COMPANY

Kathleen Steslow, ^{Surety} Attorney-In-Fact

ACKNOWLEDGMENT OF ANNEXED INSTRUMENT

STATE OF CALIFORNIA

COUNTY OF Los Angeles



ss.:

On this 14th day of February in the year Nineteen Hundred Ninety-One
before me, Dauna M. Davis, a Notary Public, State
of California, duly commissioned and sworn, personally appeared _____

Kathleen Steslow

personally known to me (or proved to me on the basis of satisfactory evidence) to be the _____

Attorney-In-Fact of the corporation that

executed the within instrument, and also known to me to be the person _____

who executed the within instrument on behalf of the corporation therein named, and acknowledged

to me that such corporation executed the same. _____

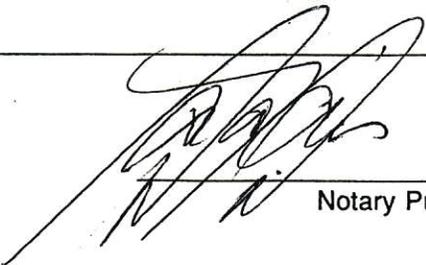
FEDERAL INSURANCE COMPANY

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal in the _____

State of California County of Los Angeles

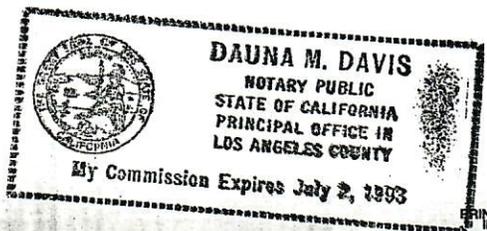
_____ on the date set forth above in this

certificate.



Notary Public, State of California

My commission expires July 2, 1993



POWER OF ATTORNEY

Know all Men by these Presents, That the **FEDERAL INSURANCE COMPANY**, 15 Mountain View Road, Warren, New Jersey, an Indiana Corporation, has constituted and appointed, and does hereby constitute and appoint **Scott T. Carroll, William F. Mitchell, Shawn Blume, Carl E. Spangler, Jr., Norma A. Raygoza and Kathleen Steslow** of Los Angeles, California-

each its true and lawful Attorney-in-Fact to execute under such designation in its name and to affix its corporate seal to and deliver for and on its behalf as surety thereon or otherwise, bonds or obligations (other than Bail Bonds) given or executed in the course of its business, and any instruments amending or altering the same, and consents to the modification or alteration of any instruments referred to in said bonds or obligations.

In Witness Whereof, the said **FEDERAL INSURANCE COMPANY** has, pursuant to its By-Laws, caused these presents to be signed by its Vice President and Assistant Secretary and its corporate seal to be hereto affixed this 1st day of May 19 90

Corporate Seal



Richard D. O'Connor
Assistant Secretary

FEDERAL INSURANCE COMPANY

By James D. Dixon
James D. Dixon
Vice President

STATE OF NEW JERSEY }
County of Somerset } ss.

On this 1st day of May 19 90, before me personally came **Richard D. O'Connor** to me known and by me known to be Assistant Secretary of the **FEDERAL INSURANCE COMPANY**, the corporation described in and which executed the foregoing Power of Attorney, and the said **Richard D. O'Connor** being by me duly sworn, did depose and say that he is Assistant Secretary of the **FEDERAL INSURANCE COMPANY** and knows the corporate seal thereof; that the seal affixed to the foregoing Power of Attorney is such corporate seal and was thereto affixed by authority of the By-Law of said Company, and that he signed said Power of Attorney as Assistant Secretary of said Company by like authority; and that he is acquainted with **James D. Dixon** and knows him to be the Vice President of said Company, and that the signature of said **James D. Dixon** subscribed to said Power of Attorney is in the genuine handwriting of said **James D. Dixon** and was thereto subscribed by authority of said By-Law and in deponent's presence.

Notarial Seal



STATE OF NEW JERSEY }
County of Somerset } ss.

Acknowledged and Sworn to before me
on the date above written.

Nicolette T. Pasculi
NICOLETTE T. PASCULI Notary Public
Notary Public, State of New Jersey
No. 1234567
Commission Expires October 2, 1994

CERTIFICATION

I, the undersigned, Assistant Secretary of the **FEDERAL INSURANCE COMPANY**, do hereby certify that the following is a true excerpt from the By-Laws of the said Company as adopted by its Board of Directors on March 2, 1990 and that this By-Law is in full force and effect.

"ARTICLE XVIII.

Section 2. All bonds, undertakings, contracts and other instruments other than as above for and on behalf of the Company which it is authorized by law or its charter to execute, may and shall be executed in the name and on behalf of the Company either by the Chairman or the Vice Chairman or the President or a Vice President, jointly with the Secretary or an Assistant Secretary, under their respective designations, except that any one or more officers or attorneys-in-fact designated in any resolution of the Board of Directors or the Executive Committee, or in any power of attorney executed as provided for in Section 3 below, may execute any such bond, undertaking or other obligation as provided in such resolution or power of attorney.

Section 3. All powers of attorney for and on behalf of the Company may and shall be executed in the name and on behalf of the Company, either by the Chairman or the Vice Chairman or the President or a Vice President or an Assistant Vice President, jointly with the Secretary or an Assistant Secretary, under their respective designations. The signature of such officers may be engraved, printed or lithographed. The signature of each of the following officers: Chairman, Vice Chairman, President, any Vice President, any Assistant Vice President, any Secretary, any Assistant Secretary and the seal of the Company may be affixed by facsimile to any power of attorney or to any certificate relating thereto appointing Assistant Secretaries or Attorneys-in-Fact for purposes only of executing and attesting bonds and undertakings and other writings obligatory in the nature thereof, and any such power of attorney or certificate bearing such facsimile signature or facsimile seal shall be valid and binding upon the Company and any such power so executed and certified by such facsimile signature and facsimile seal shall be valid and binding upon the Company with respect to any bond or undertaking to which it is attached."

I further certify that said **FEDERAL INSURANCE COMPANY** is duly licensed to transact fidelity and surety business in each of the States of the United States of America, District of Columbia, Puerto Rico, and each of the Provinces of Canada with the exception of Prince Edward Island; and is also duly licensed to become sole surety on bonds, undertakings, etc., permitted or required by law.

I, the undersigned Assistant Secretary of **FEDERAL INSURANCE COMPANY**, do hereby certify that the foregoing Power of Attorney is in full force and effect.

Given under my hand and the seal of said Company at Warren, N.J., this 14th day of February, 19 91

Corporate Seal



S. Mabley
Assistant Secretary