



**EQUIPMENT LIABILITY** - Operator shall assume its risk and expense attempt to recover any Contractor equipment lost or lodged in well. If a radioactive source becomes lost or lodged in a well, Operator shall meet all requirements of Section 39.15(a) of the Nuclear Regulatory Commission regulations and any other applicable state or federal laws or regulations concerning retrieval or abandonment, including without limitation regulations of the Nuclear Regulatory Commission. Operator shall permit Contractor to monitor the recovery or abandonment efforts all at no risk or liability to Contractor. Notwithstanding any indemnity regarding Contractor's property, (i) Operator shall be responsible for damages to or loss of Contractor equipment, products, and materials while in transit aboard Operator-supplied transportation, even if such is arranged by Contractor at Operator's request, and during loading and unloading from such transport, and Operator (ii) will also pay for the repair or replacement of Contractor equipment damaged by corrosion or abrasion due to well effluents.

District Manager: James Stevenson

BY SIGNING THIS RECEIPT, THE CUSTOMER ACCEPTS ALL TERMS AND CONDITIONS OF SALES INCLUDING THOSE NOTED ABOVE.

Customer Representative: \_\_\_\_\_