

PACIFIC ENTERPRISES OIL COMPANY (USA)

RECEIVED



CENTRAL REGION 1992
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Casper, WY 82602
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September 1, 1992

Mr. James B. Thompson
P.O. Box 770856
Steamboat Springs, CO 80477

RE: Abandonment Agreement
PEOC-NVG 32-26
NE $\frac{1}{4}$ Sec. 26, T6N-R86W
Routt County, Colorado

Dear Mr. Thompson:

Pursuant to discussions between you and Mr. Larry Kidd, it is Pacific Enterprises' understanding that an agreement has been reached between you and Pacific Enterprises in regard to the captioned. Pacific Enterprises understands the specifics to be as follows:

1. Pacific Enterprises will reduce all cut and fill slopes to 3:1 or less slope and will backfill the reserve pit in accordance with applicable regulations.
2. Pacific Enterprises will redistribute the topsoil over the disturbed area of the drillsite location and will contour the location to a manner suitable for seeding.
3. The access road will be bladed by Pacific Enterprises and the cut slope where the newly constructed portion of the road departs the previously existing road will be reduced. The soil excavated to accomplish the slope reduction will be brought down and spread on the previously existing road. The access road will otherwise be left in place "as is".
4. For and in consideration of the sum of \$5,000.00 to be paid to you by Pacific Enterprises, you will accept all responsibility and costs for reseeded the drillsite location and for any fencing you deem necessary in order to revegetate the disturbed area.
5. In consideration of the foregoing, you agree to release Pacific Enterprises Oil Company (USA) from any further obligation or liability for surface restoration, surface rehabilitation or revegetation for the subject well and its access road.