

Upon recording, please return to:  
Holme Roberts & Owen  
Laurie K. Prestwich  
50 South Main, Suite 900  
Salt Lake City, Utah 84144

114899

NOTICE OF NONRESPONSIBILITY

KNOW ALL MEN BY THESE PRESENTS, that the undersigned, in accordance with the provisions of Section 108.234 of the Nevada Revised Statutes, does hereby give notice that:

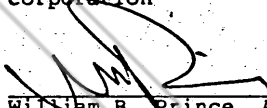
(a) Foreland Corporation, a Nevada corporation, 2668 Grant Avenue, Ogden, Utah 84401 ("Foreland"), has entered into a Farmout Agreement dated March 13, 1987 (the "Farmout Agreement"), with Alford Oil Corporation, a Texas corporation, 15919 Stuebner-Airline, Spring, Texas 77397 ("Alford"), whereby Alford is granted the right and option to drill test wells at its sole expense and liability upon those lands described on Exhibit A, attached hereto and by reference incorporated herein (the "Lands");

(b) Foreland will not be responsible for any costs, expenses or claims related to the construction, alteration or repair of any improvement upon the Lands, or for any oil and gas drilling activities conducted, or oil and gas equipment placed, upon the Lands by Alford or its operating affiliate, Dixie Operating Company, pursuant to the Farmout Agreement; and

(c) the Farmout Agreement expressly excludes designation of either party as agent or legal representative of the other, and excludes and disclaims the creation of any mining, commercial or other partnership between the parties.

EXECUTED this 24 day of December, 1987.

FORELAND CORPORATION, a Nevada corporation

By:   
William B. Prince, Attorney  
for Foreland Corporation

STATE OF UTAH )  
 ) : ss  
COUNTY OF SALT LAKE )

On the 2nd day of December, 1987, personally appeared before me, a notary public in and for Salt Lake county, A.B., known to me to be the person whose name is

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subscribed to the within instrument as the attorney in fact of Foreland Corporation and acknowledged to me that he subscribed the name of said corporation thereto, as principal, and his own name as attorney in fact, freely and voluntarily and for the uses and purposes therein mentioned.

(SEAL)

*Jeffrey C Williams*  
Notary Public

My Commission Expires:

9-9-90

Residing at:

Magna, Utah

wbpd/BM8

COPY

EXHIBIT A

(to Notice of Nonresponsibility  
dated December 2, 1987)

THE LANDS

(Eureka County, Nevada)

1. 1-5 Southern Pacific Land (Tomera Ranch)  
Township 30 North, Range 52 East  
Section 5: NE/4.
2. Foreland Willow Creek - Federal (1-34)  
Township 29 North, Range 52 East  
Section 34: SW/4.
3. Foreland North Blackburn - Federal (1-34)  
Township 28 North, Range 52 East  
Section 34: NE/4.
4. Foreland Pony Creek - Federal (1-22)  
Township 28 North, Range 52 East  
Section 22: NE/4.

BM8-3/WBPD

A-1

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OFFICIAL RECORDS  
EUREKA COUNTY, NEVADA  
M.M. REBELETT, CLERK  
FILE NO. 118999  
FEE \$ 1.00

87 DEC - 7 AM 4:3

RECORDED AT THE REQUEST OF  
*Helen Roberts & Company*  
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