

HORIZONTAL TECHNOLOGY, INC.

CUSTOMER AUTHORIZATION FORM

TO: HORIZONTAL TECHNOLOGY, INC.

(HEREAFTER REFERRED TO AS "HORIZONTAL TECHNOLOGY")

("HTI" refers to Horizontal Technology, Inc. & Horizontal Technology of Canada, Inc.)

The purpose of this form is to authorize the establishment of 30 day interest free credit and specify Horizontal Technology, Incorporated's (HTI) responsibility on your projects. We are **not** a licensed engineering or design firm and **do not offer** engineering, design or land survey services. You, our customer/client, have complete care, custody, supervision and control of all work HTI performs. Any drawings, hand or computer generated, are completed for the customers under their supervision and direction; they are the product & property of the customer. It is the sole responsibility of the client and other involved entities to review, verify and approve all aspects of any drawing, plan or revision. Instructions to commence or continue drilling operations or the signing/initialing of a drawing signifies all aspects of the project have been reviewed and approved by the appropriate persons and that required permits have been obtained.

As HTI is working under the direction of the Customer, the Customer agrees to name HTI as an additional insured on all of its general liability policies of insurance with such policies to be primary to any other insurance policies available to HTI.

An HTI technician's responsibility on your project is to operate the magnetic steering tool and communicate the information compiled so that you can make decisions. Best operation of the steering tool requires time and effort for proper set up. Decisions to forgo proper set up, to any degree, lessen the accuracy of the information available to our tool operator.

Recommendations made by HTI are just that and can be accepted or rejected by the client. Recommendations are made in good faith and are only advisory without representation as to the results. The customer accepts full responsibility for the use and handling of all HTI equipment, rented or purchased. It is the client's responsibility to inspect and approve all equipment before use. HTI provides no warranty or guarantee as to the condition of the equipment or the results of its use. All equipment is used at the client's risk. Rent continues until the equipment is returned to a HTI facility or HTI is notified in writing the equipment is lost or damaged beyond repair and will not be returned. Third party charges, i.e. freight, inspection, repairs and all travel costs will incur a 10% mark-up. The client is responsible for freight and takes possession of all equipment when it leaves an HTI location whether the freight was arranged by the client or for the client.

We are not project supervisors. We did not plan the project, select the rig or crew. We know nothing about your relationship with your client or the terms of your contract. Our charges are not result based and must be paid within 30 days regardless of when or if the customer has been paid. Interest on overdue accounts will be charged at 2% per month. All collection expenses incurred, including attorney fees, will be the responsibility of the customer. The customer agrees that all grievances and disagreements will be settled in and under the laws of Harris County, TX.

I authorize HTI to ship equipment and services as ordered by our company's personnel. I authorize HTI to extend 30 days credit with no interest to my company. I understand Horizontal Technology, Inc.'s Terms and Conditions apply and agree to the above conditions.

Customer Name:

Effective Date:

Officer's Signature:

Print Officer's Name:

RETURN APPLICATION TO:

Horizontal Technology, Inc.

U.S.A. Headquarters

12029 Bittmoore Park Dr.

Houston, TX 77041

713-774-5594 (Phone)

713-466-7552 (Fax)

Email: drill@horizontaltech.com