

July 12, 1984

Mr. Dennis Peterson
San Juan National Bank
1501 San Juan Blvd.
Farmington, New Mexico 87401

Re: Jack Sanders/Trend, Inc. Trust Account

Dear Mr. Peterson:

Pursuant to our telephone conversation last week, I am enclosing a check in the amount of \$5,000 to be placed in a trust account for the benefit of Trend, Inc. and/or Gerald J. Prom.

Further instructions are:

1. The \$5,000 to be placed in a money market savings account in the name of Gerald J. Prom (if signature card necessary, please send one for completion - this will not be a corporation account)
2. The plugging of said well (Crownpoint #1, N-18-18N-13W) and site inspection approval by Frank Chavez of Energy and Minerals Department, Aztec District Office, must be complete by no later than August 15, 1984.
3. Upon receipt of said "Site Inspection Approval" by the Department of Energy and Minerals, signed and approved by Frank Chavez, District Supervisor, you are instructed to release said \$5,000.00 plus interest accrued to Trend, Inc.
4. Should work not be completed and approved by August 15, 1984, you are instructed to hold the \$5,000.00 for my account. At that time, I will instruct you as to whether I wish the account to remain open or closed with the funds being returned to me.

If you have any further questions, or wish other instructions, please do not hesitate to call me on behalf of Gerald J. Prom, at the telephone number listed above.

Yours truly,

Velda R. Adams

Velda R. Adams, on behalf of Mr. Prom

cc: Jack Sanders
Frank Chavez
Gerald J. Prom