One United Bank Center 1700 Lincoln Street, Suite 3413 Denver, Colorado 80203 303 832-6450

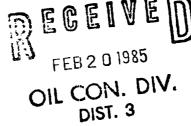
Subsidiaries: Dakota Resources, Inc. Orion Petroleum Limited

## VALEX PETROLEUM INC.

February 18, 1985



Energy and Minerals Department Oil Conservation Division Aztec District Office 1000 Rio Brazos Road Aztec, New Mexico 87410



RE: Delinquent Reports

Dear Mr. Chavez:

In response to your letter of December 28, 1984, enclosed please find the delinquent reports you requested with the following exceptions:

- 1. Santa Fe Pacific 29 #3 K-29-17N-9W. Shut in pressure report Form C-125. This well is currently producing and Dakota Resources Inc. would prefer to delay the test until spring to prevent freeze ups, causing additional down time.
- 2. Santa Fe Pacific 29-44 P-29-17N-9W. Packer test, as per my phone call of 2/5/85 we are presently repairing mechanical communication between the Dakota and Hospah formations. As soon as repairs are complete and the well is returned to production we will supply a valid packer test.
- 3. Temporary abandonment request. As per my phone call of February 5, 1985 the Jeffrey Federal 30-41 is a A-30-17N-9w federal lease, copy of temporary abandonment approval enclosed. Temporary abandonment request, Santa Fe Pacific 20 #12 enclosed. All other wells are producing.

If you have any questions, please do not hesitate to call.

Yours very truly,

DAKOTA RESOURCES, INC.

D. M. Erickson Operations Manager

cmt