

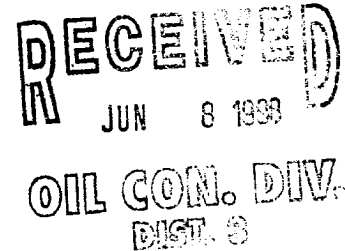


High Plains Petroleum Corporation

3860 Carlock Dr. Boulder, CO 80303 303-494-4529

June 4, 1998

Aztec District Office
Oil Conservation Division
1000 Rio Brazos Rd.
Aztec, NM 87410



Attention: Ms. Dorothy Jacquez

Re: San Isidro Water Well #1
G-Sec.17,T20N,R3W,
Sandoval Co., New Mexico

Dear Ms. Jacquez,

High Plains' Lease, Lease No. NMNM99702, does not cover Section 17, Township 20 North, Range 3 West, so the San Isidro Water Well is not owned by High Plains. By checking with the BLM in Santa Fe, you should be able to determine who the present owner is. Since Section 17 is within the San Isidro Unit, the owner may be Pride Energy, the company that purchased the wells in the unit from Energy Development.

It is our understanding that Sam Gary, Jr. and Associates in Denver is taking care of oil and gas matters relating to the Gary Williams Co., so they are someone else whom you could contact with regard to the well.

Sincerely,

John Somers
High Plains Petroleum