1-103



February 9, 2000

United States Department of the Interior Bureau of Land Management Albuquerque Field Office ATTN: Angie 435 Montano Rd. NE Albuquerque, NM 87107-4935

Dear Angie:

D-30-241-5W

In regards to the Jicarilla Contract 18-7, we believe that particular well has a casing leak. As stated in out letter dated February 2, 2000, Elm Ridge Resources, Inc. will be moving a rig into that area in June and we will test and repair the B-7 at that time.

If you need further assistance from us, please contact us.

Sincerely,

Trudy Grubelnik Administrative Asst. AFMSS

Adjud am Engr Geol am-Surf Appvl

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