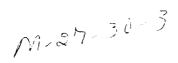


Supplemental Statement



The Jicarilla 30-03-27 No. 2 well is located on the Jicarilla reservation in Northwestern New Mexico.

Attachment 1 outlines the benefits of commingling the zones applied for, as well as the Jicarilla Tribal Council Resolution of their approval and stipulations.

Attachment 2 exhibits the conditions under which the Bureau of Land Management concurred to the down hole commingling.

The bottom hole pressures used for item 5 were averaged from offset wells within the same lease.

Each zone will be isolated and tested to insure proper allocation and individual gas analysis.