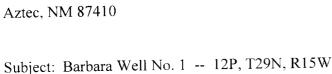
NORTHSTAR OIL AND GAS



311 N. BEHREND AVE. FARMINGTON, NM 87401 (505) 327-5751

February 25, 2000

Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, NM 87410



Dear Mr. Chavez:



I spoke with Mr. Charlie Perrin, of the Aztec NMOCD this morning regarding the referenced well, which he has asked Northstar to bring into compliance with Rule 201.B. As I told him, and per my sundry approved January 20, work has commenced on the well. However, what started out as a relatively simple plunger lift installation has turned into a more involved fishing job and workover, which is being scheduled at this time.

30-045-24263

At the time of our conversation Mr. Perrin asked that I provide him this information in a letter.

Respectfully,

Northstar Oil and Gas Corp.

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John C. Corbett

President