

MILLER STRATVERT

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* New Mexico Board of Specialization Recognized Specialist in Natural Resources - Oil & Gas Law
** New Mexico Board of Specialization Recognized Specialist in Real Estate Law

July 21, 2003

Mr. Stephen Graham
Regional Realty Officer
Bureau of Indian Affairs
Navajo Area Office
Post Office Box 1060
Gallup, New Mexico 87305-1060

Re: Navajo Oil and Gas Lease Nos. NOO-C-14-20-0603-639
and NOO-C-14-20-0603-903

Dear Mr. Graham:

Preparatory to the assignment of the above-referenced leases and as requested in your June 25, 2003 correspondence to Mr. John Cunningham, R&J Enterprises, Inc., enclosed are the following materials:

- Current Biennial Profit Corporate Report
- Certificate of Incorporation of R&J Enterprises, Inc.
- Original Collective Bond No. RLB0005451 by RLI Insurance Company dated April 14, 2003 (\$75,000.00)
- New Mexico Public Regulation Commission documentation of current Good Standing Status for R&J Enterprises, Inc. evidencing authority to conduct business in New Mexico, along with City of Farmington Business Registration Certificate
- March 21, 2003 Financial Statement for R&J Enterprises, Inc.
- Original executed BIA form reflecting names, addresses and telephone numbers of the corporate officers, principal stockholder and directors

By letter of July 10, 2003, we advised you that we had made a demand on Action Oil Company to deliver re-executed assignments for the leases. As soon as new assignments are

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Mr. Stephen Graham

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received, they will be forwarded to you for approval along with the \$75 filing fee for the additional lease at which time the assignment package will be complete. In the interim, you are requested to maintain this letter and the enclosed materials in your files.

Should you require additional information, please do not hesitate to contact me.

Very truly yours,

MILLER STRATVERT P.A.

A handwritten signature in cursive script, appearing to read "J. Scott Hall".

J. Scott Hall

JSH/glb

Enclosures

cc: Bertha Spencer (w/encls.)
Johnny Cunningham