RE: SUMMARY of Written evidence of contacting working and mineral interest owners Tecumseh #1E well, S/2 18, 30N, 11W, San Juan County, NM

San Juan Resources of Colorado, Inc. ("SJR") has sent out well proposals to the interest owners in the Tecumseh #1E well. We sent them certified mail/return receipt on October 7, 2004. We have enclosed copies of all letters sent out with attached AFE's. Enclosed also, is the mailing list where we sent all working and mineral interest owners in the well a certified letter, return receipt.

Copies of the receipts and returned Green Cards and Returned Letters are enclosed herein as copies to this exhibit.

## We received signed AFE's back from the flowing interest owners:

ConocoPhillips Company; Maralex Resources, Inc.; Burlington Resources Oil & Gas, Inc.; Hartman Oil & Gas, LLC; San Juan Basin Properties LLC (SJB); Bob Mosley; Betty Nelms; George Mosley; and Mary Mosley.

Currently the <u>Joint Operating Agreement</u> for the S/2 of Section 18 governs the operations on this parent well, Tecumseh #1. SJB, Conoco, Maralex, Hartman, and Burlington joined the operating agreement dated March 17, 2003. By signing the Tecumseh #1E AFE, they are agreeing to go under the terms of this agreement.

Contacts with Interest owners: Small leasehold interest owners in the well have been contacted and these five don't understand anything about the well, drilling, what is involved. These interests are as follows: St. John's Parish in the Town of Lewisboro, Church of the Redeemer, St. Francis Xavier Church, Joseph Driscoll Estate, c/o Steven McManus/Michael Silverman; Peter Ruffin Estate, c/o Peter Ruffin, Jr. They do not plan to join in drilling of the well. The following are direct telephone conversations or emails to the listed parties: Mr. Ruffin Sr. died in March and I have discussed this with his son (Nov 13 tele), EEO Peter Ruffin Sr. Mr. Ruffin did not indicate he will join the well. The Churches (Nov 16 tele—Redeemer), St. Francis, and (October-Nov 16 emails—St. John's) don't seem to want to do anything in the well—it is something beyond their expertise or interest and they will choose to do nothing. The Driscoll Estate heirs have indicated (Nov 15 tele) that they don't want to participate in the drilling of the well.

BEFORE THE
OIL CONSERVATION DIVISION
Case No.13391 Exhibit No.—
Submitted By:
San Juan Resources
Hearing Date: January 6, 2005

<u>Unable to find—Interest Owners:</u> James Reedy; Gilbert MacKay; Raymond Townley; Charles Zoaral; Fred Gowen; Arthur Levey; Raymond Page, Jr.; HA Arnold; WB&L; John Simpson, Jr.; Murray Shields. These interest owners did not receive their letters; their most recent found addresses are stale. Of these "unable to find" listed above where there was no contact, either we cannot find them or they don't return our calls. In all instances we have done detailed Internet searches and tried to pinpoint where these people might have last lived. Our efforts have been futile, to say the least. Copies of contacts and Internet searches are in files at SJR offices in Denver.

## Mineral Interest Owners:

The Mosley's—Bob, George, and Mary, with Betty Mosley Nelms have all signed AFE's and indicated that they are going to join the well. Leonard Mosley has not signed his AFE. When we sent them a Joint Operating Agreement, they refused to sign it and said that they wanted to be forcepooled as they were in the Tecumseh #1 well. Their attorney advised them not to sign SJR's JOA. The Mosley's have indicated that they will not oppose SJR at the pooling hearing on January 6, 2005 according to conversations with their representative, Bob Mosley. I talked with Bob on two occasions in October and on November 15 via telephone. I assured him that they will be receiving their option to join the well as the Commission stipulates in the order.