

PRAIRIE SUN, INC.
P.O. Box 8280
Roswell, New Mexico 88202
505-622-7355
505-624-2911 Fax

April 20, 1999

**Exxon, Inc
P.O. Box 1600
Midland, Tx. 79701**

Attn: Mr. Randy Lewicki

**RE: Farm Out Agreement or Participation Agreement
Eddy County, New Mexico
T23S-R29E, N.M.P.M.
Section 28: W/2E/2
160 Acres**

Gentlemen:

I previously sent you a request for a farmout or your agreement to participate in the workover of the Laguna Grande Fed. #1 on the above described acreage. To date I have not received any correspondence or returned telephone calls.

It is my understanding that the Term Assignment to Penwell Energy was carried on to Concho Resources and has since expired. I am attempting to determine your position in the above acreage in an attempt to create a proration unit of 320 acres as was described in my previous letters. Please contact me as soon as possible or advise if someone else is to be contacted about this matter.

A copy of this letter is going to be forwarded to the Houston office as well in an attempt to get someone to inform me of Exxon's position. If you have any questions, please contact me at the above numbers.

Sincerely,

H. E. Gene Lee
Agent for Prairie Sun Inc.

Enclosures:

cc: Exxon-Houston
BLM-Carlsbad

PRAIRIE SUN, INC.
BEFORE EXAMINER ASHLEY
NMOCD CASE NO. 12236
DATE: 09/02/99
EXHIBIT NO. 4