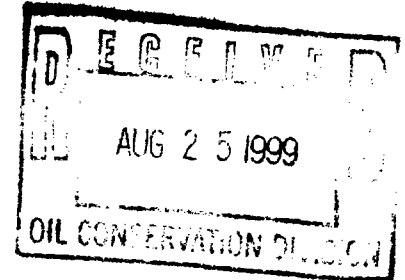


Don L. Benscoter

*6105 East Sage Drive
Scottsdale, Arizona 85253*



August 23, 1999

Certified Mail Z 467 032 886

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Copy: Certified Mail Z 467 032 887

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Re: Navajo Refining Company's request to the Oil Conservation Division to modify their discharge plan # UIC-CLI-008-1 to revise the location of Navajo's proposed WDW-2 injection well to a well originally drilled as the Amoco Production Company Diamond Federal Gas Com. NO. 1, which is on my EA Fed NM 6852 Oil and Gas Lease, NW 1/4 of Section 12, T18S, R27E.

Gentlemen:

As the Lessee and holder of rights to the above identified Federal Oil and Gas Lease # EA Fed NM 6852. I totally object to my well being used as an effluent disposal well. I plan on re-entering this plugged well to endeavor to establish commercial hydrocarbon production from one of its lower zones.

I am greatly disturbed that no one contacted me regarding Navajo Refining Company's request to use my well as a disposal well. My first notification was when I received on August 18, 1999 the enclosed 15 day notification for objection letter.

Again, I object to my well being used as an injection well, WDW-2, for Navajo Refining Company or for any one else.

Page 2 of 2
Letter to Oil Conservation Division
Objecting to Navajo's proposed WDW-2

Please notify me of the resolution or other action on this matter

Sincerely,

A handwritten signature in cursive script that reads "Don L. Benscoter".

Don L. Benscoter
Lease holder of Federal Lease # 'EA' FED NM 6852
NW 1/4 of Section 12, T18S, R27E

ccs: Mr. Darrell Moore
Navajo Refining Company

Mr. Robert Donnelly
Eastland Oil Company

Mr. Geary Walbert
Holly Energy

Oil Conservation Division District II
Artesia, New Mexico

Attachment: Copy of Notification for Objection Letter
with Form C-108