JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

3304 CAMINO LISA SANTA FE, NEW MEXICO 87501

(505) 982-2043 (505) 982-2151 (FAX)

April 7, 2000

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Matador E&P Company, Inc. Suite 158 8340 Meadow Road Dallas, Texas 75231

Chevron U.S.A.Inc. P.O. Box 1150 Midland, Texas 79702

Texaco Inc. P.O. Box 3109 Midland, Texas 79702

Ladies and Gentlemen:

Enclosed is a copy of an application for administrative approval of an unorthodox gas well location, filed with the New Mexico Oil Conservation Division by Murchison Oil & Gas, Inc., regarding a well in Section 34, Township 24 South, Range 26 East, NMPM, Eddy County, New Mexico. If you object to the location, you must notify the Division in writing no later than Thursday, April 27, 2000 (2040 South Pacheco Street, Santa Fe, New Mexico 87505; attention: Michael E. Stogner). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,

Attorney for Murchison Oil & Gas, Inc.

EXHIBIT