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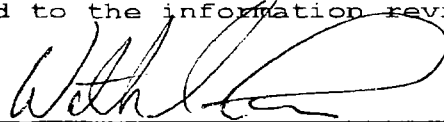
MINERAL OWNERSHIP REPORT
WITH LEASEHOLD STATUS

Prospect: OJITO SOUTH

Rio Arriba
Township 25 North, Range 3 West, N.M.P.M.
Section 25: W/2
~~Archuleta~~ *N.M.* County, ~~Colorado~~
Containing 320.00 acres

This Ownership Report was compiled using the Tract Index of Espanola Abstract Co. in Espanola, NM from Patent to 3-6-01 (the date of last posting of this Tract Index), the Grantor/Grantee Index maintained by the Rio Arriba County Clerk in Tierra Amarilla, NM from 3-06-01 to 3-26-01 and the well records from the NMOCD office in Aztec, NM. This report is limited to the information reviewed in these records.

LANDMAN:


Walter S. Parks

DATE: 3-27-01

| TRACT # | MINERAL OWNER | PERCENTAGE | NET MINERAL ACRES LEASE STATUS NET REVENUE INTEREST |
|----------------------------|--|------------|--|
| 1. W/2 All Depths | HUNTINGTON T. WALKER AND CAROL N. WALKER 1580 Lincoln St. Ste 635 Denver, CO 80203 | 50.00% | 160.00 net acres Current Lessee: T.H. McElvain Oil & Gas LP Expires 9-20-02 .800000 NRI |
| | JAMES B. FULLERTON AND BARBARA A. FULLERTON 1645 Court Place, Suite 406 Denver, CO 80202 | 25.00% | 80.00 net acres Current Lessee T.H. McElvain Oil & Gas LP Expires 9-20-02 .800000 NRI |
| | DONALD G. PARSONS PROFIT SHARING TRUST c/o Bright Trading 5370 Kiepzke Lane Reno, NV 89511 | 25.00% | 80.00 NET ACRES T.H. McElvain Oil & Gas LP Expires 10-7-02 .800000 NRI |

TITLE COMMENTS:

This Ownership Reports is relying on NMOCD KARDEX Well Reports that show No producing wells in this section and that the only oil and gas lease Previous to the above listed McElvain leases has been released of record. See copy attached.

It should be noted that the three (3) McElvain leases shown above contain vertical and horizontal pugh clauses in paragraph 12. a) of each lease. See copies of leases attached.

Case No. 12,635
Submitted By: D. J. Simmons, Inc.
Hearing Date: May 17, 2001
EXHIBIT NO. 2