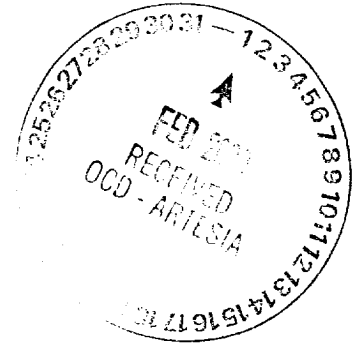


Corinne B. Grace

PO BOX OFFICE BOX 1418  
3722 NATIONAL PARKS HWY  
CARLSBAD, NEW MEXICO 88220

505-887-5531



January 27, 2000

Mr. Tim Gum  
Oil Conservation Division  
811 South First  
Artesia, NM. 88210

Re: Grace Atlantic #1  
S1/2 Sec. 24, T. 22S., R. 26E.  
Eddy County, New Mexico 88220

Dear Mr. Gum:

Enclosed, for filing, are forms C-103 which we inadvertently failed to file when the work was performed on the above captioned well.

We were under the mistaken belief that the engineer in charge of the work had filed these forms.

Very truly yours,

A handwritten signature in cursive script that reads "Gary W. Johnson".

Gary W. Johnson

Enclosures  
GWJ/mj