

HNG RESOURCES

INC.

Houston Natural Gas Building 1200 Travis, Box 1188 Houston, Texas 77001 (713) 654-6161

August 16, 1984

Mr. Roy Johnson Energy and Minerals Department Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

Dear Mr. Johnson:

Enclosed are the Form C-105s and Logs for the Roach #1 and #2  $\rm CO_2$  wells and the Excel #3  $\rm CO_2$  well that you requested in your letter of June 18, 1984. Also enclosed are Affidavits of Responsibility/Conversion to Water-Well for the Roach #1 and #2.

Please note that the Roach #1 has already been plugged back to 2100' and is ready for the landowner to assume responsibility. The Roach #2 will be plugged back to 1680' shortly.

HNG Resources is in the process of assigning ownership of the Excel #1 to Royal Resources Corporation, 1660 S. Albion Street, Suite 500, Denver, Colorado 80222. As soon as the assignment has been completed, I will forward the necessary paperwork to you.

I intend to be present when the Roach #2 is plugged back. At that time, perhaps we can complete the inspection of the Excel #2 in Union County as well as the Roach #2.

Yours truly,

James E. Horrell Project Manager

JEH:jr

**Attachment**