perma energy management corporation

2200 N.W. 50th, Suite 200 • Oklahoma City, OK • 73112 • (405) 840-3575

January 9, 1985

Mr. Roy Johnson State of New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, N.M. 87501

Dear Mr. Johnson:

Enclosed is Division Form C-103 with a record of the casing and cement used in the Kaiser-Edson #1. A cementer's affidavit will be submitted as soon as it becomes available to me from Halliburton.

Perma Energy Management is currently preparing a Blanket Bond to transfer ownership of the Kaiser 1-Y and Kaiser 3, as well as any additional drilling in New Mexico. In addition, a copy of the one well bond submitted before drilling the Rushton #1 and the subsequent rider with the specific location has been forwarded to Diane Richardson.

Please contact me if you have any further questions.

Sincerely yours,

Church Reis

PERMA ENERGY MANAGEMENT CORPORATION

Carol Reis Geologist

CR/ers ENC:

100 Police