

Cibola Energy Corporation

P.O. Box 1668

Albuquerque, NM 87103-1668

Phone: (505)242-2050 Fax: (505)242-8501

October 26, 2001

New Mexico Oil Conservation District
Attn: Mr. Roy Johnson
1220 S. St. Francis Drive
Santa Fe, NM 87504

RE: Final Plugging Report
Simms Ranch #1
S-9 T-21N R-21E,
Mora County, New Mexico

Dear Mr. Johnson:

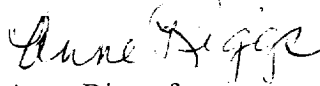
Enclosed please find Form C-103 with our final plugging report for the Simms Ranch #1 well.

It has been signed by Harvey E. Yates, Jr. for Cibola Energy Corporation.

We sincerely appreciate the help you have given us in bringing this to a close.

If anything further is needed, please contact us.

Sincerely yours,

A handwritten signature in cursive script, appearing to read "Anne Riggs".

Anne Riggs for
Harvey E. Yates, Jr.
President

Enclosure