

Cibola Energy Corporation

P.O. Box 1668

Albuquerque, NM 87103-1668

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

August 14, 2001

New Mexico Oil Conservation District

Attn: Mr. Roy Johnson

1220 S. St. Francis Drive

Santa Fe, NM 87504

RE: Intention to Plug
Simms #1
S-9 T-21N R-21E,
Mora County, New Mexico

Dear Mr. Johnson:

Enclosed please find our Form C-103 requesting your approval to plug the Simms #1 well.

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

If you need anything further do not hesitate to contact us.

Sincerely,



Claudia K. Stevenson for

Harvey E. Yates, Jr.

President

Enclosure