

United States Department of the Interior

TAKE PRIDE

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO: 3162 7-3 Ricky-Meg CDP

December 20, 2007

RCVD DEC 27'07 OIL CONS. DIV. DIST. 3

Bryan Lewis Coleman Oil and Gas, Inc. P.O. Drawer 3337 Farmington, New Mexico 87499

Dear Mr. Lewis:

Reference is made to your application dated October 4, 2007, requesting approval to add two additional wells to your approved Ricky-Meg Central Delivery Point (CDP). This CDP was originally approved on August 8, 2003 and included four wells. Based on the information you supplied, Coleman is hereby authorized to include the following wells in the Ricky-Meg CDP:

No. 1 Ricky, located in the NWNW section 18, T. 26N., R. 11W., San Juan County, New Mexico. Under Navajo allotted lease NOO-C-1420-5390.

No. 2 Ricky, located in the NWSW section 18, T. 26N., R. 11W., San Juan County, New Mexico. Under Navajo allotted lease NOO-C-1420-5389. 30-045-25977

Coleman is required to adhere to the original terms and conditions of the off-lease sales and measurement authorization. If you have any questions regarding the above, contact me at (505) 599-6367.

Jim Lovato

Senior Technical Advisor, Petroleum Engineer

NMOCD: Santa Fe