

March 1, 2005

Billy Pritchard
NMOCD
1625 N. French Dr.
Hobbs, New Mexico 88240

Billy,

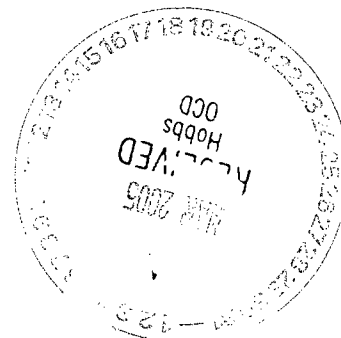
Attached is the March, 2005 report for February, 2005's activity related to InFlow Petroleum Resources, LP's Compliance Order 01-04-003 signed under Operator OGRID number 225789.

Each month, we are required to act on two wells. For February, the state Federal 6 COM #2 was returned to production and we received atA extension on the Ascarte D-24 #1 from the BLM. It is my understanding that you will forward a copy of this report to the State Attorney's office in Santa Fe. Please call if you have any questions.

Best Regards,

A handwritten signature in black ink, appearing to read "Matt Houston".

Matt Houston
Chief Operating Officer
InFlow Petroleum Resources, LP



InFlow Petroleum Resources, LP

NMOCD Monthly Report Regarding Compliance Order 01-04-003

Month	Year	Well Name	API #	Previous Status	Current Status	Date of Status Change	Date of MIT test	Notes	Sundry Notices		Well Tests
									Notice of Intent Filing Date	Subsequent Report Filing Date	Form C-104, well test
December	2004	New Mexico AN State #011	30-025-28236	SI	TA'd	12/10/2004	12/14/2002	CIBP @ 9700'	12/8/2004	12/17/2004	NA
		New Mexico AN State #019	30-025-35297	SI	Producing	12/15/2004	NA	returned to production, 12/15/04	12/9/2004	12/17/2004	1/12/2005, NMOCD
January	2005	Sholes B-30 #2	30-025-11840	SI	Producing	6/1/2004	NA	was always flowing, mistakenly classified as TA'd	NA	1/12/2005, BLM	1/12/2005, NMOCD
		Sholes B-19 #1	30-025-11623	TA	TA'd	NA	1/20/2005	updated MIT test	1/15/2005	11/24/2005	
February	2005	Ascarte D-24 #1	30-025-09794	TA	TA'd	NA	12/20/2002	obtained extension from BLM, 2002 MIT still good	1/24/2005	2/25/2005	NA
		State Federal 6 COM #2	30-025-22866	SI	Producing	2/25/2005	NA	Hung back on, 2/25/05	NA	3/1/2005	3/1/2005

