

Date: 3/7/95 Time Sent: 3:45 MST

This transmission consists of: 1 pages

TO: CATHLEEN COLBY
RICHARDSON OP. CO.
DENVER
FAX Number: 830-8009
FAX Operator's Number for Confirmation

FROM: JULIE JENKINS
AMOCO
DENVER
FAX Telephone Number
Voice Telephone Number
Mail Code

Notes:



Southern
Rockies
Business
Unit

March 7, 1995

VIA FACSIMILE
830-8009

Cathleen Colby
Richardson Operating Company
1700 Lincoln, Suite 1700
Denver, Colorado 80203

Re: Pictured Cliffs/Fruitland Well Proposals, W/2 Section 12, T29N,R13W,
San Juan County, New Mexico -- Proposed Trade

Dear Cathy:

In further connection with the discussions which you and I have had and that you have had with Greg Grotke regarding Amoco and Richardson entering into some type of exchange of interests involving the above properties, please be advised that Amoco has no interest in any type of sale or exchange of its interests at the present time. If Amoco and Richardson have any discussions in the future regarding any such possible sale or exchange, any offer or acceptance by Amoco will only be effective if set forth in writing in a final definitive contract signed by an attorney-in fact with Amoco who has authority to bind the company (which neither Greg nor I have).

With respect to the parties' respective AFEs, Amoco will also advise Richardson in writing in the near future with regard to Amoco's position.

Sincerely,

Julie Jenkins
Julie Jenkins

cc: Greg Grotke

*Offered on the record during public
cross examination of the witnesses.*