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,

andia Stevenson

Claudia K. Stevenson for Harvey E. Yates, Jr. President

Enclosure