



February 5, 1982

State Of New Mexico
Energy and Minerals Department
Oil Conservation Division
P.O. Box 2088
State Land Office Bldg.
Santa Fe, New Mexico 87501

Re: Trans Pecos Resources Inc. #1 Latigo Ranch Blk A
Sec. 2, T-9-N, R-23-E
Guadalupe County, New Mexico

Dear Mr. Ulvog,

Attached are an original and two copies of a Form C-103 to alter the drilling program on the referenced well. Originally, as we discussed by phone, it was planned to drill the surface hole, and as much hole thereafter as possible, using air. We now find that the rig we had contracted, Rigco #202, is not appropriately equipped to drill with air. Therefore, we shall drill the surface hole with fresh water. Since there are no evaporites of consequence, and no salt at all in the Chinle formation, no damage will be done to the fresh water sands through the interval covered by the surface hole (325 feet).

Further, as we discussed, we will monitor the salinity of the mud carefully in the interval 325' to 3200', and employ water-loss control at the point the salinity begins to increase.

Thank you for your cooperation on this venture.

Very truly yours,

R. G. McKinney

cc: R. L. Knight, Santa Rosa
Ben Donegan, Albuquerque
Tom Young, Midland