

United Oil & Minerals, Inc.

1001 Westbank Drive
Austin, Texas 78746
Telephone: (512) 328-8184



August 11, 1999

Mr. Tim Gumm
New Mexico Oil Conservation Division
811 South First
Artesia, New Mexico 88210

Re : N. Benson Unit
Casing/Tubing Repairs on Injection
Wells

Dear Mr. Gumm :

Enclosed please find Sundry Notices for casing repairs on the NBU Nos. 7, 9, 14, 35, and 41 plus tubing repair on the NBU No. 5. In a few days you will also receive contingent Sundry Notices for the plugging of these wells in the event it is determined once operations commence that the casing cannot be economically repaired. Collapsed casing or a long section of multiple leaks would be reasons we would elect to P & A rather than repair. I assume your office is to be notified prior to plugging and we will do so.

Of course we are also filing these with the BLM are repaired to proceed immediately upon receipt of the necessary approvals.

Thanks for your help to this point. Please feel free to call me or Gerald Brockman in our Midland office at (915) 683-9838 at any time.

Sincerely yours,

Michael T. Peays
President

Cc : Gerald Brockman