

JANUARY 14, 1999

K.W. CHEW
I.T. PROPERTIES
3502 YACHCLUB CT.
ARLINGTON, TEXAS 76106

RE: PHONE CONVERVATION w/MIKE STUBBLEFIELD
JANUARY 14, 1999

DEAR MR. CHEW,

I WILL BE WAITING ON YOUR SUBSEQUENT C-103S THAT WERE
REQUESTED ON OUR PHONE CONVERSATION THIS MORNING.

YOU INDICATED TO ME THE WELL HAS HAD THREE WORKOVERS
SINCE 1996 AFTER FAILING THE PACKERLEAKAGE TEST.

PACKER WAS REPLACED AND RANDOM JOINTS OF TUBING WERE
REPLACED DURING THESE WORKOVERS.

YOU INDICATED TO ME THAT THE WELL STILL HAS COMMUNICATION
AND A PACKERLEAKAGE TEST NEED NOT BE RAN THIS YEAR DUE TO
THE WELL STILL NEEDING REPAIR.

I INSTRUCTED YOU THAT THE WELL CAN NOT BE PRODUCED UNTIL THE
INTEGRITY OF THE TUBING AND PACKER IS ESTABLISHED BY PACKER-
LEAKAGE TEST.

YOUR INTENTS AS PER OUR PHONE CONVERSATION WERE TOO WORKOVER
THE WELL WITH IN THE NEXT MONTH AND INSTALL A NEW STRING OF
TUBING IN THE WELL BORE IF MONEYS WERE AVAILABLE.

I WOULD LIKE TO PUT A TIME LIMIT ON YOUR WORKOVER.

PLEASE HAVE YOUR WELL REPAIRED AND READY TO RUN NEW PACKER-
LEAKAGE TEST BY APRIL 1, 1999. THIS WELL NEEDS TO BE
REPAIRED OR PUT INTO TEMPORARILY ABANDONED STATUS AS PER
R-201-B.

PLEASE STAY IN CONTACT WITH ME AND IF YOU HAVE PROBLEMS
WITH MY DEADLINE ON REPAIR CALL ME AT 505-748-1283 OR FAX ME
AT 505-748-9720. ALSO MY MAILING ADDRESS IS 811 S. 1ST
STREET, ARTESIA N.M. 88210.

SINCERELY,

MIKE STUBBLEFIELD FIELD REP. 2