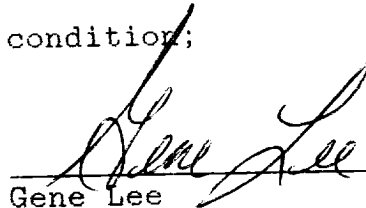
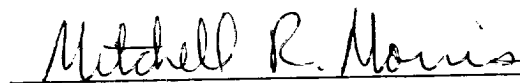


- (d) Pipeline pressure has continued to require a compressor to maintain production; the minimum flow rate allowed under Order R-8064, as amended, should not, however, be reduced since a higher production rate (if it can be attained) may be necessary to unload water from the well, from time to time, and thus prevent damage to the formation;
- (e) Attached hereto as Exhibit 2 is a copy of a letter from Richard Steinhorst, Jr., a consulting petroleum engineer who has had considerable experience with the well, regarding the well's condition;


Gene Lee

SUBSCRIBED AND SWORN to me this 29th day of September,
1993.



Mitchell R. Morris

Notary Public

My commission expires:

9/26/95

