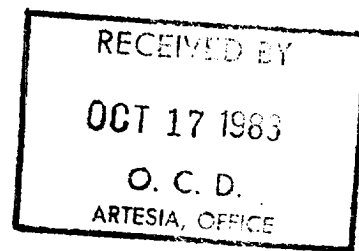


HEASLEY ST. J. ROOK
NATURAL GAS MARKETING CONSULTANT
P.O. Box 2535

MIDLAND, TEXAS 79702

October 14, 1983

(915) 683-4540



TO ALL PARTIES NAMED ON THE ATTACHED LIST:

Re: Glenn Cope
Flyer #1 Well
Eddy County, New Mexico

Pursuant to rules and regulations promulgated by the Federal Energy Regulatory Commission (FERC) and the New Mexico Oil Conservation Division (NMOCD) relating to the Natural Gas Policy Act of 1978 (NGPA), Glenn Cope has recently filed Applications for Jurisdictional Agency Determination with the NMOCD relating to the referenced well. Please find attached hereto in compliance with such regulations one copy each of FERC Forms 121 and NMOCD Form C-132 for your files.

In conjunction with such rules and regulations, Glenn Cope has also, on behalf of all Working Interest Owners, requested the purchaser to pay the maximum lawful price, pending final approval of the Applications, pursuant to Section 273.202 of Subchapter H - Regulation of Natural Gas Sales under the Natural Gas Policy Act of 1978, which will allow for the immediate collection of rates in excess of those allowed under Section 109 of the NGPA, if applicable. Such excess rates are subject to refund if the aforesaid Applications for Jurisdictional Agency Determination are not approved.

Lack of notice from each Working Interest Owner, on its own behalf, to Mr. Cope, in writing, within ten (10) days of the date hereof, of its desire not to collect a rate in excess of the rate prescribed under Section 109 of the Natural Gas Policy Act of 1978, shall constitute agreement by such Working Interest Owner to refund any amount collected in excess of the Section 109 rate, or other, as required by the FERC if such Applications for Jurisdictional Agency Determination are not approved. In the event such notice is given, it shall become the responsibility of each Working Interest Owner giving notice to complete, on its own behalf, the FERC filing requirement pursuant to Section 273.204 of the Regulations which authorizes retroactive collections following final approval of an Application for Jurisdictional Agency Determination.

Sincerely,

Heasley St. J. Rook

HSJR-pt
Attachments

cc: New Mexico Oil Conservation Division
Drawer DD
Artesia, NM 88210