



LONE WOLF OPERATING COMPANY

December 15, 2005

Charlie T. Perrin
District III Supervisor
Oil Conservation Division

Re: Celso Gomez #1
Rio Arriba County, New Mexico
API #30-039-29538

Dear Mr. Perrin,

Thank you and Mr. Foust for meeting with Mr. Hoisington and me on Wednesday, December 14, 2005. We appreciated the time that you gave us so that we could address the issues brought up by Inspector Villanueva. In accordance with the agreements that we made during our meeting, here is the letter that you requested outlining our future commitment:

1. Prior to submitting permits, we will have a qualified representative inspect the site to obtain reliable information.
2. Insure that a well sign is displayed and will remain in place until the well is plugged and abandoned and the related facilities are closed.
3. All pits will be lined with a minimum of 12mil liners that are in accordance with division guidelines.

Lone Wolf Operating Company will make every effort to abide by all rules and regulations as described on your web site for all of our operations in New Mexico. I hope to continue our working relationship in the future.

Sincerely,

Mike Benetatos, Manager
Lone Wolf New Mexico, LLC

Cc: Denny Foust
Cc: Paul Thompson

