

LABRADOR OIL COMPANY
400 N. ST. PAUL, SUITE 400
DALLAS, TEXAS 75201
214-922-9033
FAX 214-969-7380

April 23, 1996

Attn: Mr. Roy Johnson

Re: CD Account No. 285515130
The First National Bank
Santa Rosa, New Mexico

Dear Roy:

The Mr. Jones has been plugged, and the location has been restored.

Please transfer the bond to cover a well in Section 1 of Township 6N R22E.

Sincerely,

A handwritten signature in black ink, appearing to be 'JMK' or similar, written in a cursive style.

J. M. Kerr