October 7, 2004

Mr. O. Leonard & Leona M. Mosley P.O. Box 4401 Rozet, WY 82727

Re: San Juan Resources, Inc. No. 1E Tecumseh Well <u>Township 30 North, Range 11 West, N.M.P.M.</u> Section 18: Lots 3, 4, E/2SW/4, SE/4 San Juan County, New Mexico

Ladies and Gentlemen:

San Juan Resources, Inc., (hereinafter referred to as "SJR"), as a working interest owner under the captioned lands, hereby proposes the drilling a well to be drilled in Township 30 North, Range 11 West, N.M.P.M., Section 18: SW/4 to a depth sufficient to test the Dakota formation or to a depth of 6750 feet whichever is lesser. SJR plans to complete the Mesaverde formation and commingle production in the Dakota and Mesaverde. Enclosed herewith is a photocopy of a summary of the estimated costs that will be incurred in drilling, testing and completing said well, ("AFE").

Please advise us as soon as it is convenient as to whether or not you would be willing to participate in the drilling of this well or if you would rather farmout or lease your interest on mutually acceptable terms. A review of the San Juan County, New Mexico records indicates that you own the interest indicated on the AFE in and to the captioned lands that will comprise the drillsite spacing unit for this well.

Upon receipt of the elections of all interest owners, we will prepare the appropriate joint operating agreement or determine who will prepare any farmout agreement(s).

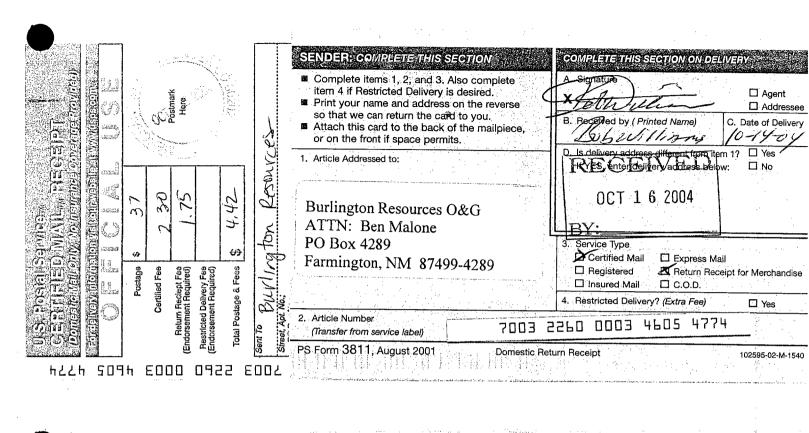
If you have any questions, please feel free to contact me.

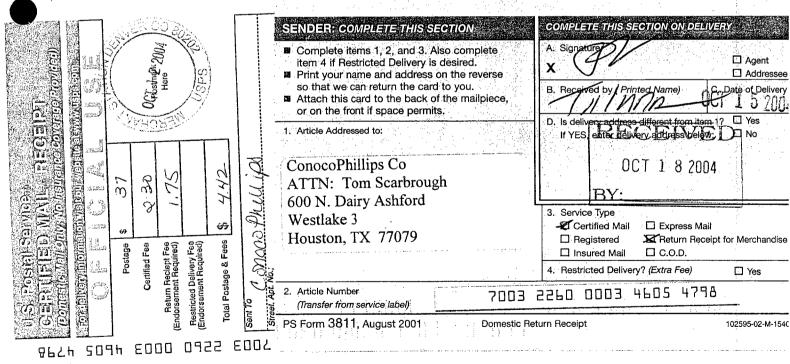
Very truly yours, SAN JUAN RESOURCES, INC.

Jerry McHugh, Jr.

Enclosure as indicated

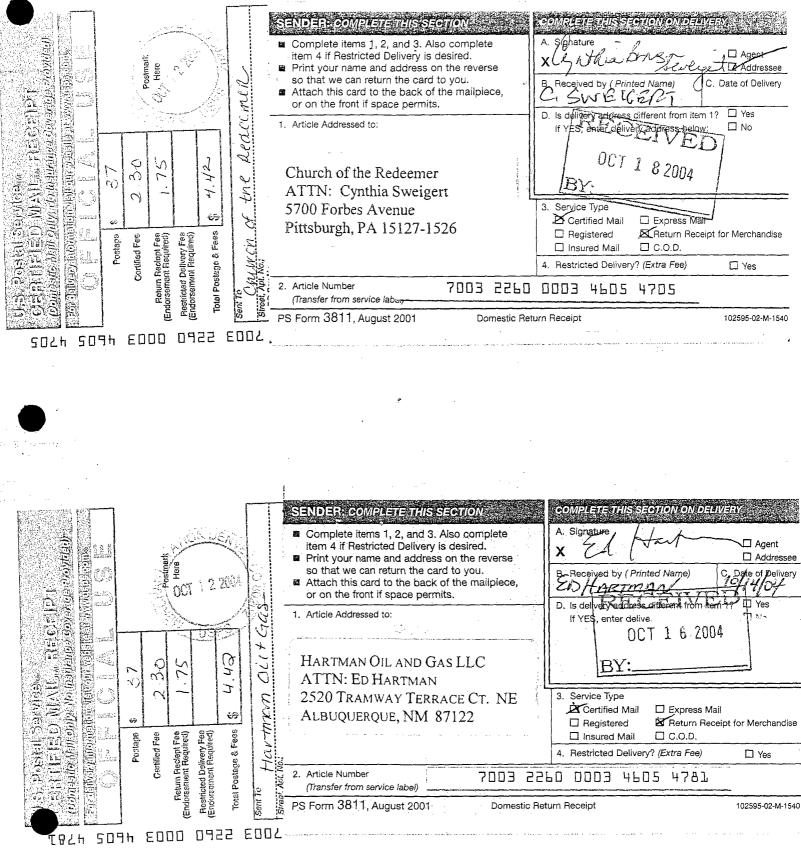
BEFORE THE OIL CONSERVATION DIVISION Case No.13391 Exhibit No.\_\_ 9 Submitted By: San Juan Resources Hearing Date: January 6, 2005 San Juan Resources, Inc. Tecumseh #1E Green Card received

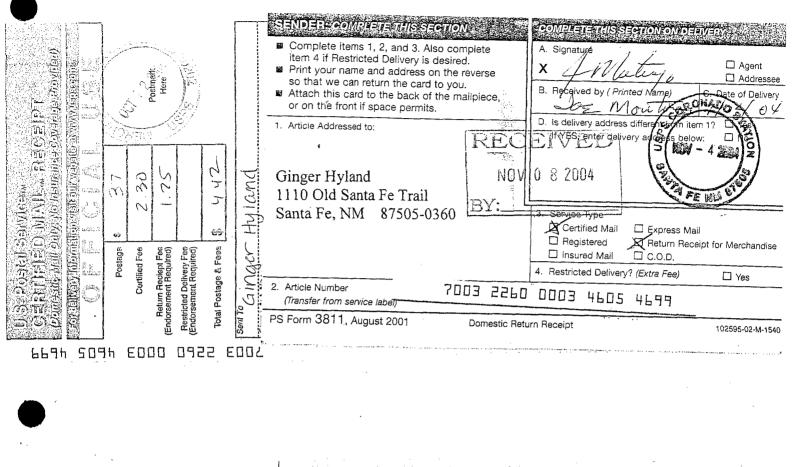




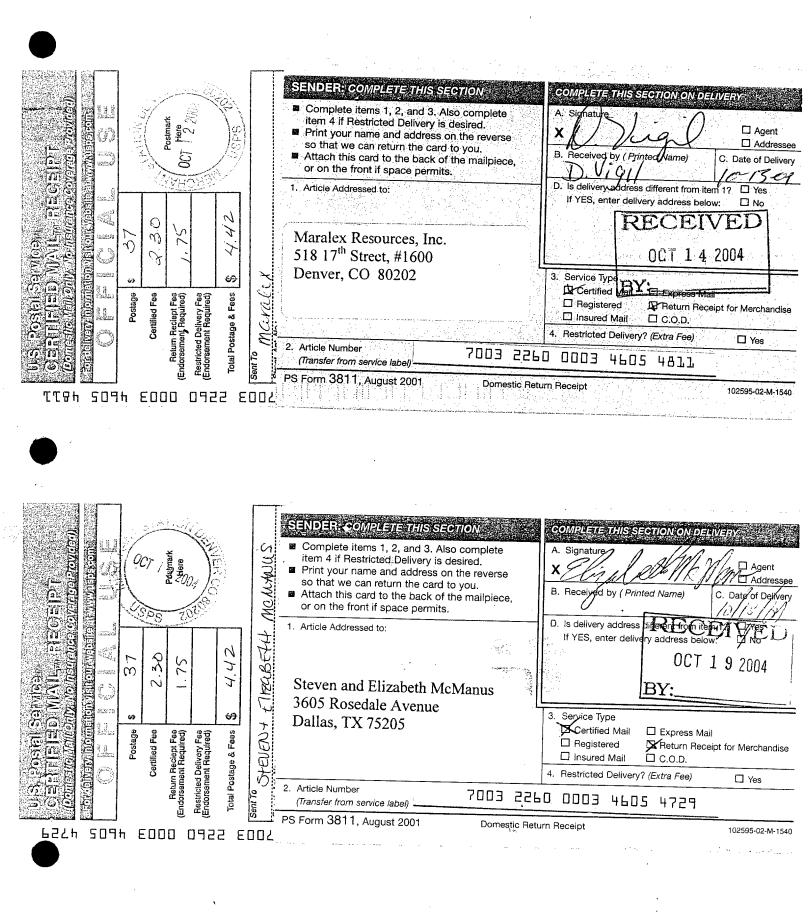


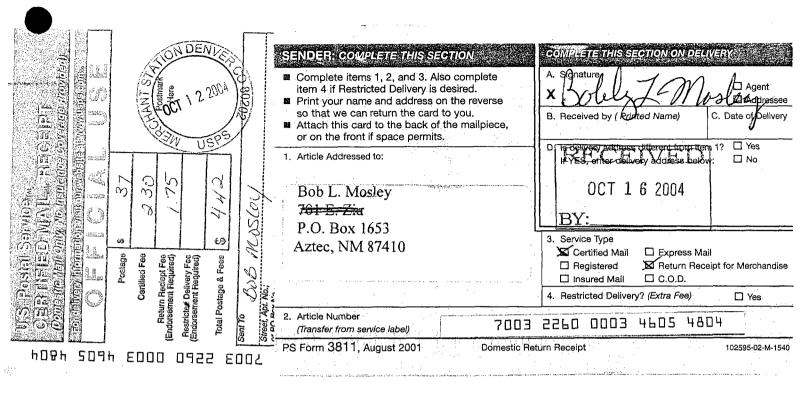
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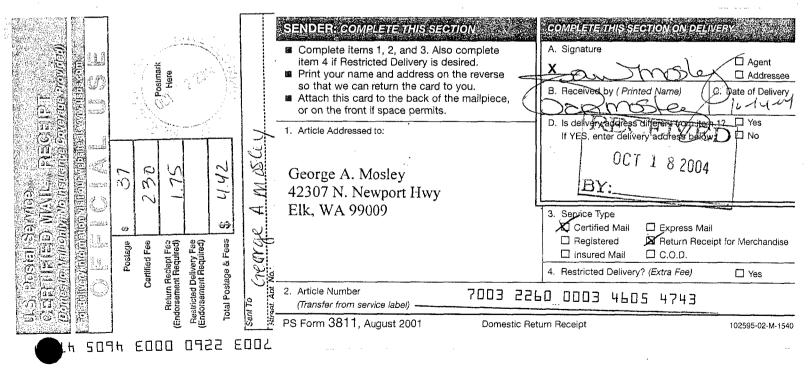


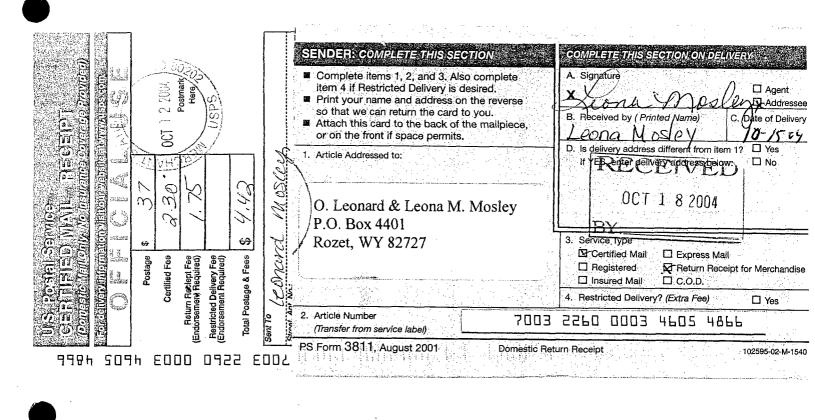


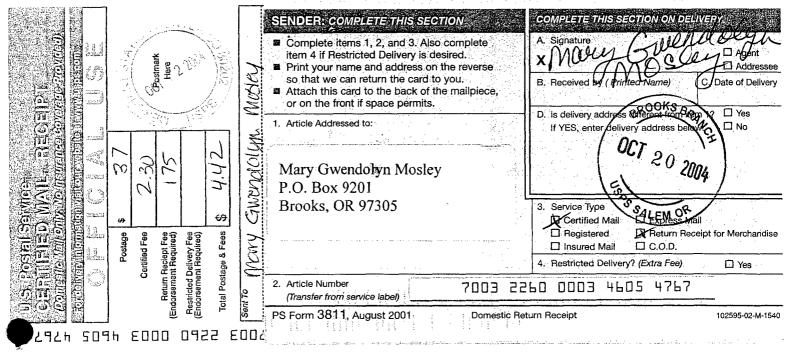
1. The CELPE Inventor Sources Pointen Inventor Sources Pointen I. 75 I. 75 I. 75 Postmer Here	<ul> <li>Complete Items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>1. Article Addressed to:</li> <li>Betty A. Nelms DO Day 727</li> </ul>	COMPARIANTIS SECTION ON OFFICERY A. Signature A. Signature Agent Addressee B Beceived by (Printed Name) C. Date of Delivery C. D
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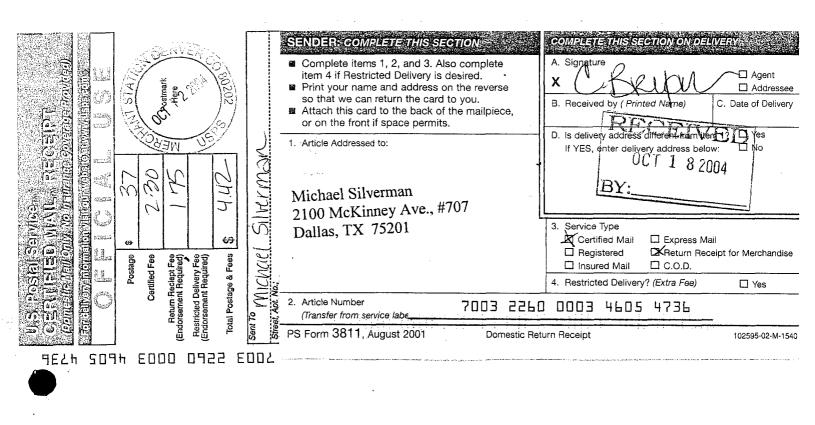


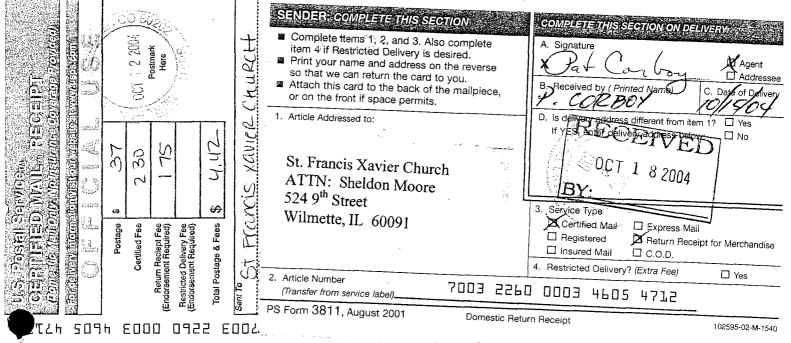


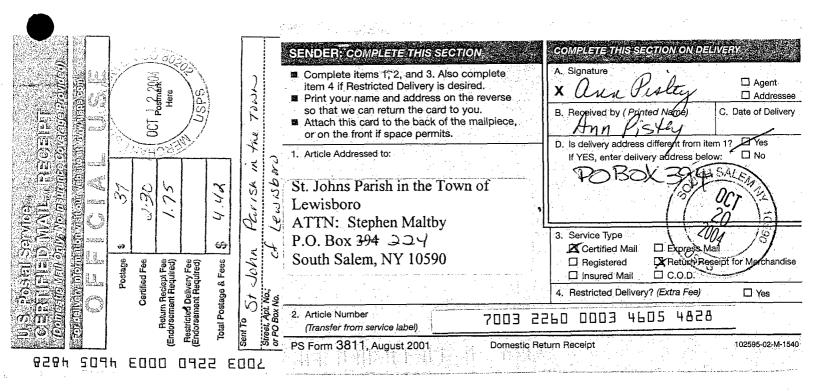


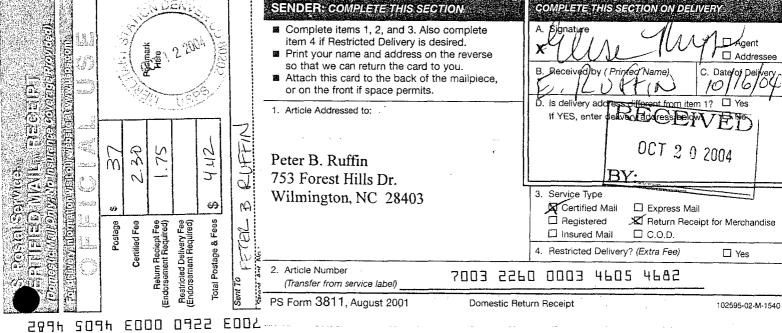






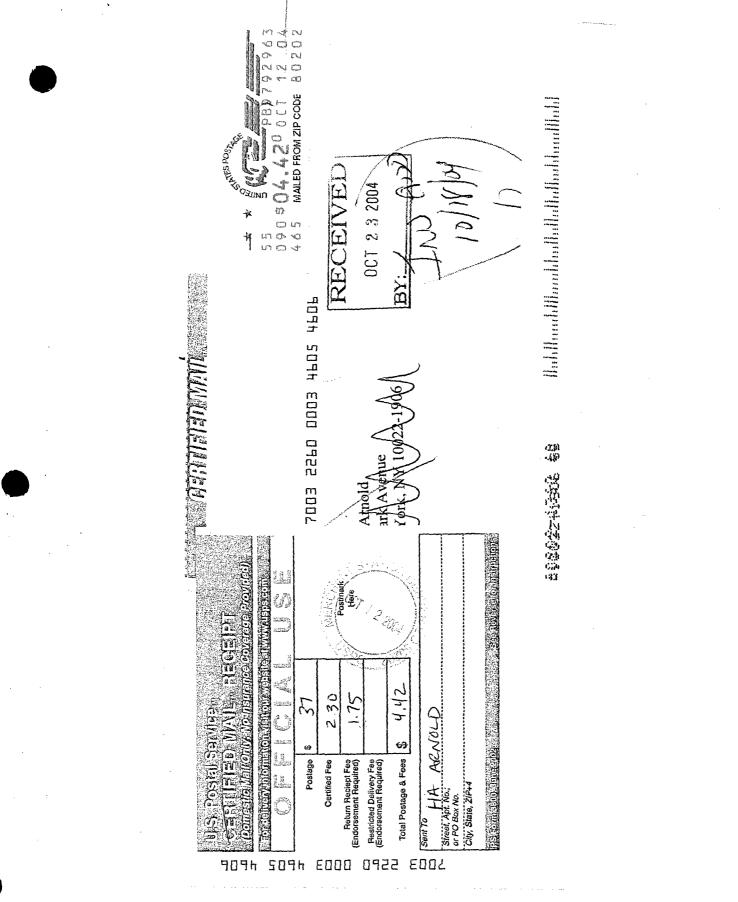


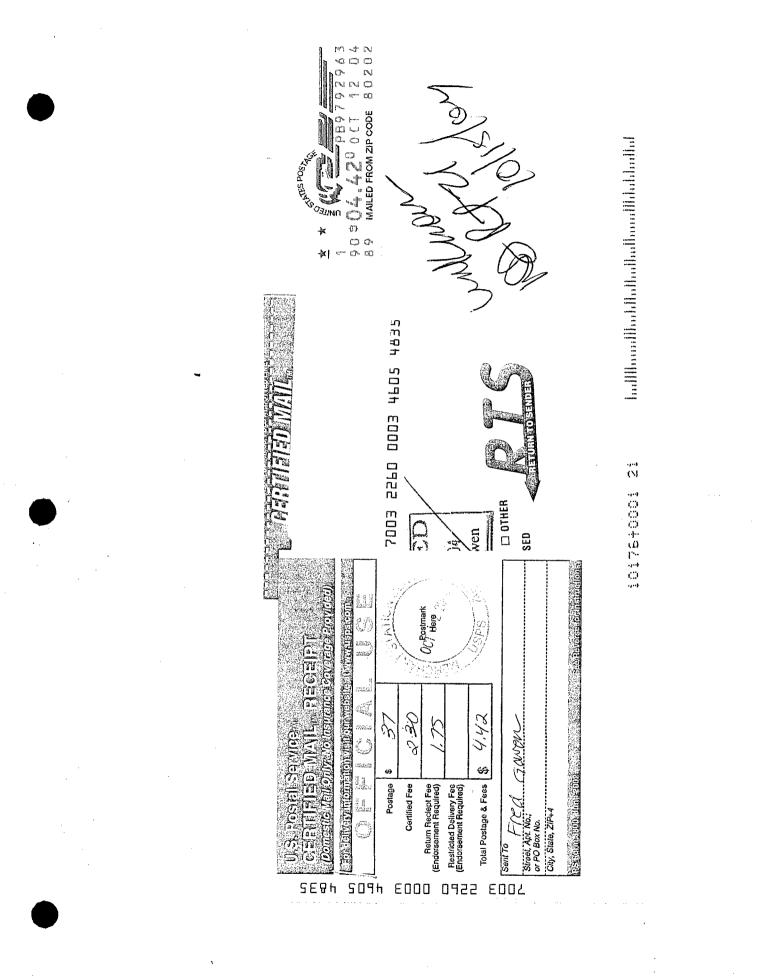


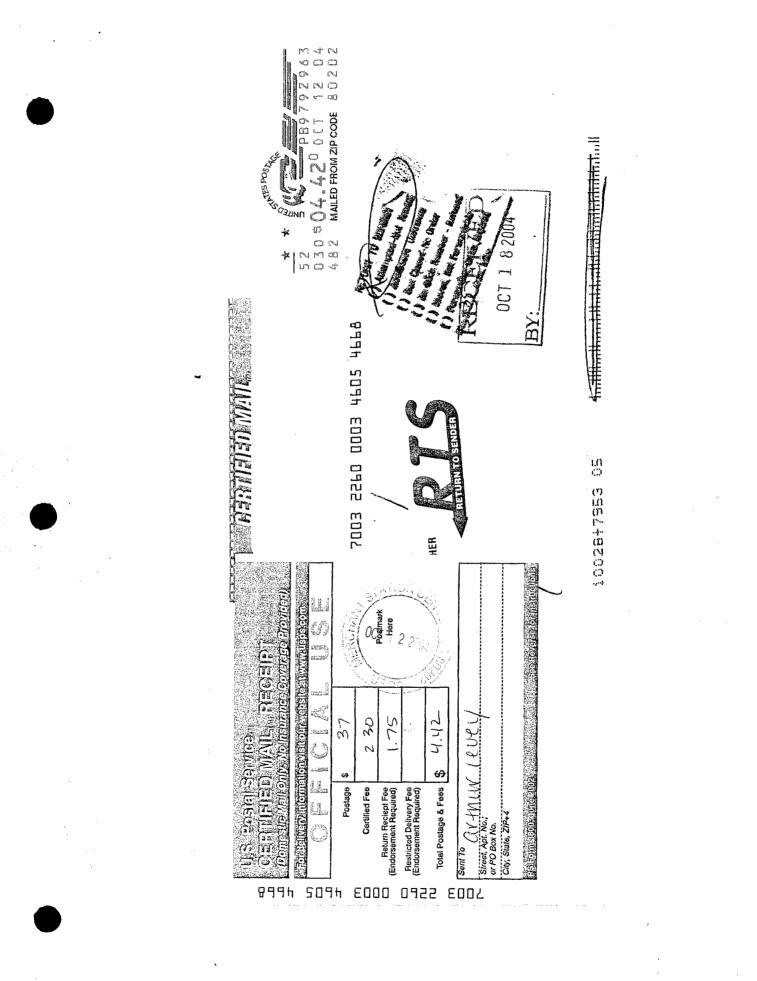


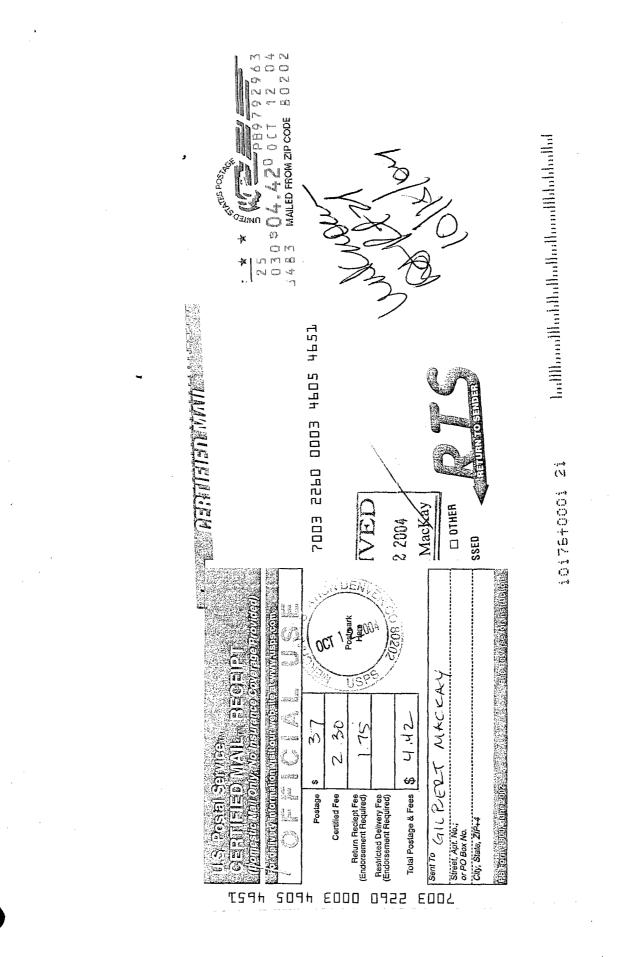
San Juan Resources, Inc. Tecumseh #1E Return to sender

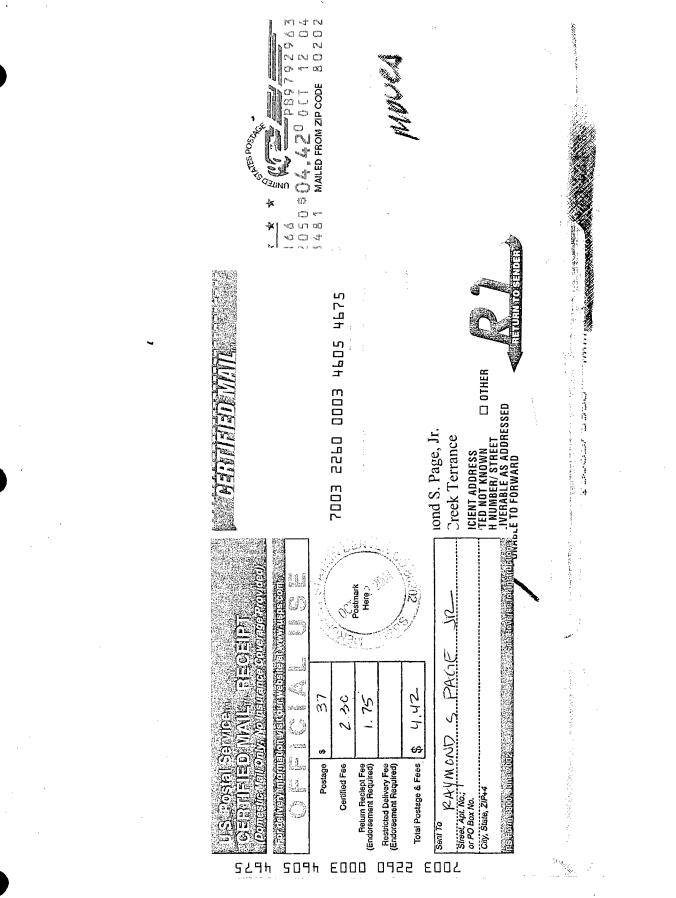
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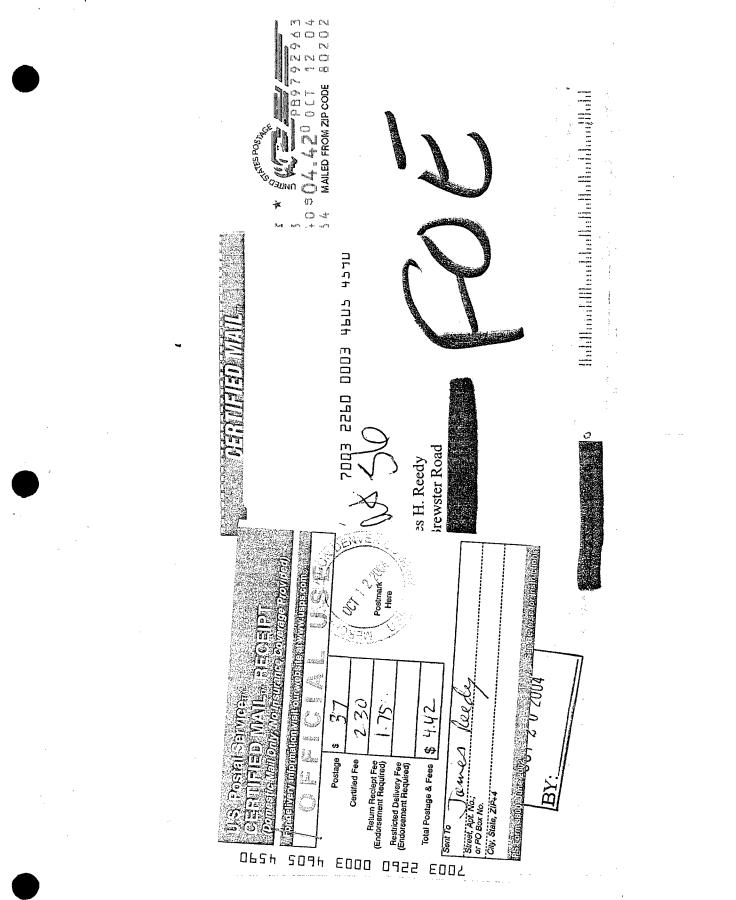


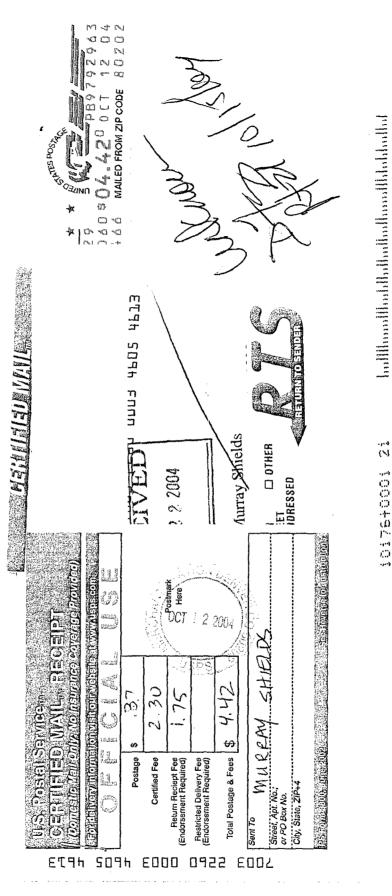












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