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March 11, 2002

OIL CONSERVATION DIV.
MAR 14 AM 9:15

David K. Brooks, Esq.
New Mexico Energy, Minerals and
Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87505-4000

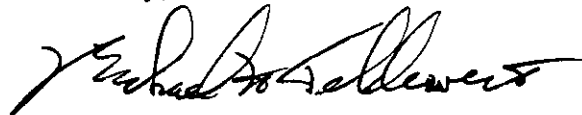
Re: Case No. 12811
Cibola Energy Corporation
Duncan Federal Well No. 4Y, J.P. White Well No. 1 and
Whitney Well No. 2.

Dear Mr. Brooks:

This letter is to confirm our telephone conversation today in which you advised me that the above-referenced wells have been removed from the "non-compliance" list set for hearing on March 21st under Case No. 12811. I understand that the corrections required to the OCD records for these wells (as outlined in Mr. Yates' February 7th letter) will have to be pursued with the Division's district office - and I have so informed Mr. Yates.

Thank you for your assistance with respect to these wells. I will address the remaining Cibola well on the Division's list (the Ysletano Canyon Federal Well No. 1) by separate letter.

Sincerely,



Michael H. Feldewert

MHF/js

cc: Harvey Yates, Jr.