DAVID H. ARRINGTON DIL & GAS, INC.

P.O. BOX 2071, MIDLAND, TEXAS 79702 OFF (915) 682-6685 FAX (915) 682-4139

April 4, 2000

New Mexico Energy, Minerals, and Natural Resources Department 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Attention: Mr. Michael Stogner

Re: Division Case 12560- Application of David H. Arrington Oil & Gas, Inc. for compulsory pooling, directional drilling, and an unorthodox well location, Lea County, New Mexico.

Dear Mr. Stogner,

In response to your letter dated April 3, 2001, concerning the above mentioned Division Case, I am enclosing the information that you requested to help complete this case. Please find enclosed a directional drilling survey on the "Royal Stimulator" #1 and a schematic diagram of the wellbore prepared by our engineering department. I hope that this is the information that you needed. If I can be of further assistance, please advise.

Sincerely,

Bill Baker Jr.

Exploration Manager

Enclosures: