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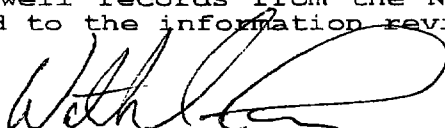
MINERAL OWNERSHIP REPORT  
WITH LEASEHOLD STATUS

Prospect: OJITO SOUTH

Township 25 North, Range 3 West, N.M.P.M.  
Section 25: W/2  
Archuleta County, Colorado  
Containing 320.00 acres

This Ownership Report was compiled using the Tract Index of Espanola Abstract Co. in Espanola, NM from Patent to 3-6-01 (the date of last posting of this Tract Index), the Grantor/Grantee Index maintained by the Rio Arriba County Clerk in Tierra Amarilla, NM from 3-06-01 to 3-26-01 and the well records from the NMOCD office in Aztec, NM. This report is limited to the information reviewed in these records.

LANDMAN:

  
Walter S. Parks

DATE: 3-27-01

TRACT #	MINERAL OWNER	PERCENTAGE	NET MINERAL ACRES LEASE STATUS NET REVENUE INTEREST
1. W/2 All Depths	HUNTINGTON T. WALKER AND CAROL N. WALKER 1580 Lincoln St. Ste 635 Denver, CO 80203	50.00%	160.00 net acres Current Lessee: T.H. McElvain Oil & Gas LP Expires 9-20-02 .800000 NRI
	JAMES B. FULLERTON AND BARBARA A. FULLERTON 1645 Court Place, Suite 406 Denver, CO 80202	25.00%	80.00 net acres Current Lessee T.H. McElvain Oil & Gas LP Expires 9-20-02 .800000 NRI
	DONALD G. PARSONS PROFIT SHARING TRUST c/o Bright Trading 5370 Klepzke Lane Reno, NV 89511	25.00%	80.00 NET ACRES T.H. McElvain Oil & Gas LP Expires 10-7-02 .800000 NRI

TITLE COMMENTS:

This Ownership Reports is relying on NMOCD KARDEX Well Reports that show No producing wells in this section and that the only oil and gas lease Previous to the above listed McElvain leases has been released of record. See copy attached.

It should be noted that the three (3) McElvain leases shown above contain vertical and horizontal pugh clauses in paragraph 12. a) of each lease. See copies of leases attached.

Case No. 12,635  
Submitted By: D. J. Simmons, Inc.  
Hearing Date: May 17, 2001  
EXHIBIT NO. 2