CERTIFIED MAIL RETURN RECEIPT REQUESTED

September 8, 2000

21986 SWR OPERATING CO 200 CRESCENT CT STE 1310 DALLAS, TX 75201

Re: Current Status of Oil and Gas Wells

.922 Postage .33 E Certified Fee 1.40 -7 Postmark Return Receipt Fee orsement Required) 9200 Here 1.25 Restricted Delivery Fee 0600 Total Postage & Fees 2.98 Recipient's Name (Please Print Clearly) (to be completed by mailer) SWR OPERATING CO 200 CRESCENT CR. STE 1310 City, State, ZIP+4 DALLAS, TX 75201

(Domestic Mail Only; No Insurance Coverage Provided)

In May of this year, the Oil Conservation Division ("Division") sent a letter to you setting forth the Division's information on wells for which you are the operator of record. The letter requested a response with additional information. The Division has had no response to the letter. The Division presumes you agree with the information in the letter regarding your inactive wells.

The wells have not shown production or been reported on Form C-115 for more than one year. The wells are not in compliance with the Division's rules and the New Mexico Oil and Gas Act.

You are hereby directed to bring these wells into compliance within 60 days. In the alternative, within 30 days you may submit a compliance plan including a schedule of activities with dates.

SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY ■ Complete items 1, 2, and 3. Also complete A. Received by (Please Print Clearly) Sincerely, item 4 if Restricted Delivery is desired. Print your name and address on the reverse C. Signature so that we can return the card to you. □ Agent Attach this card to the back of the mailpiece, ☐ Addressee or on the front if space permits. D. Is delivery address different from item 1? ☐ Yes 1. Article Addressed to: Tim Gum If YES, enter delivery address below: District Supervisor SWR OPERATING CO 200 CRESCENT CT. STE 1310 DALLAS, TX 75201 Service Type Certified Mail □ Express Mail Return Receipt for Merchandise ☐ Registered ☐ Insured Mail ☐ C.O.D. 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number (Copy from service label) 7000 0600 0026 1537 2261