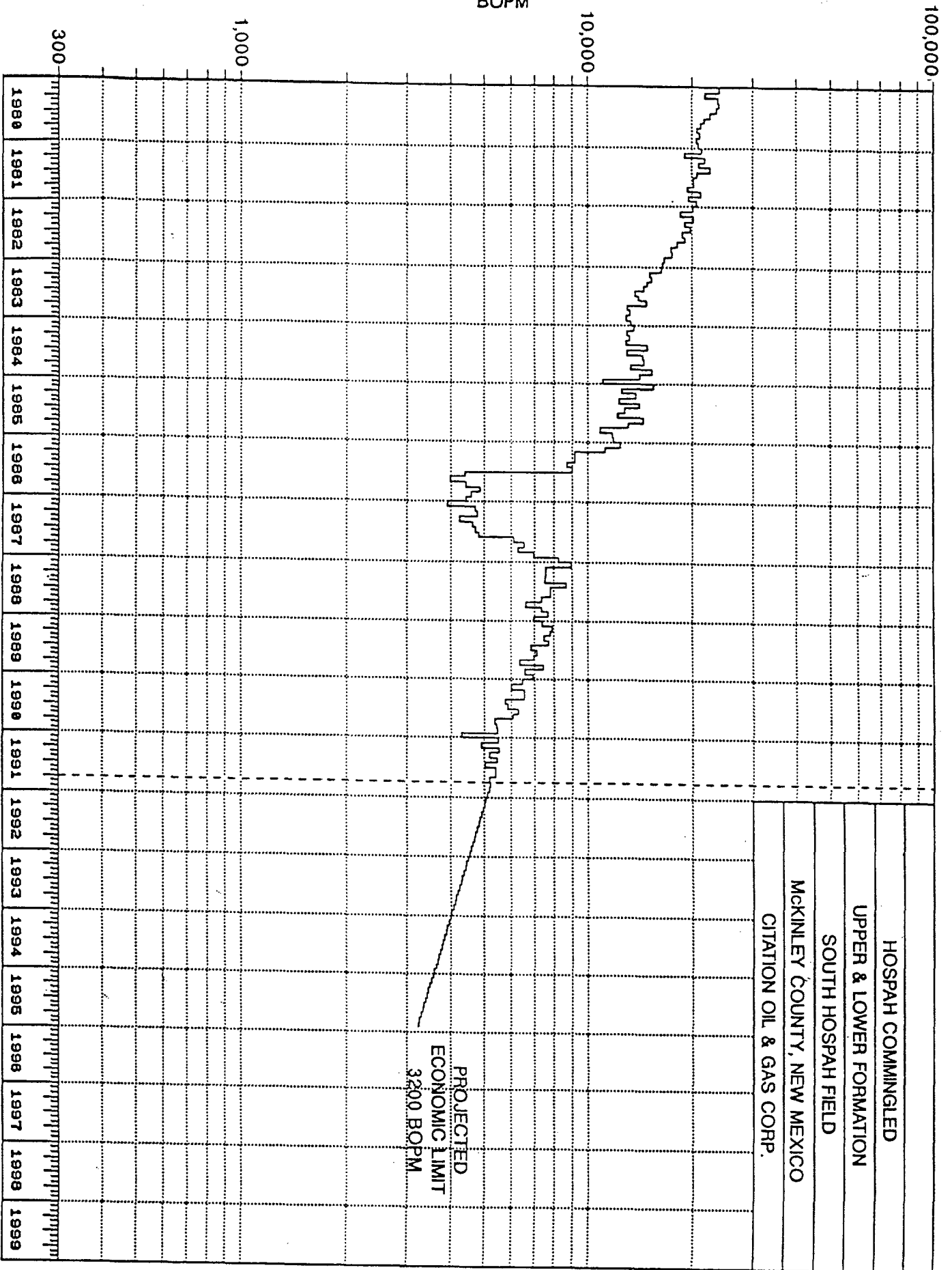


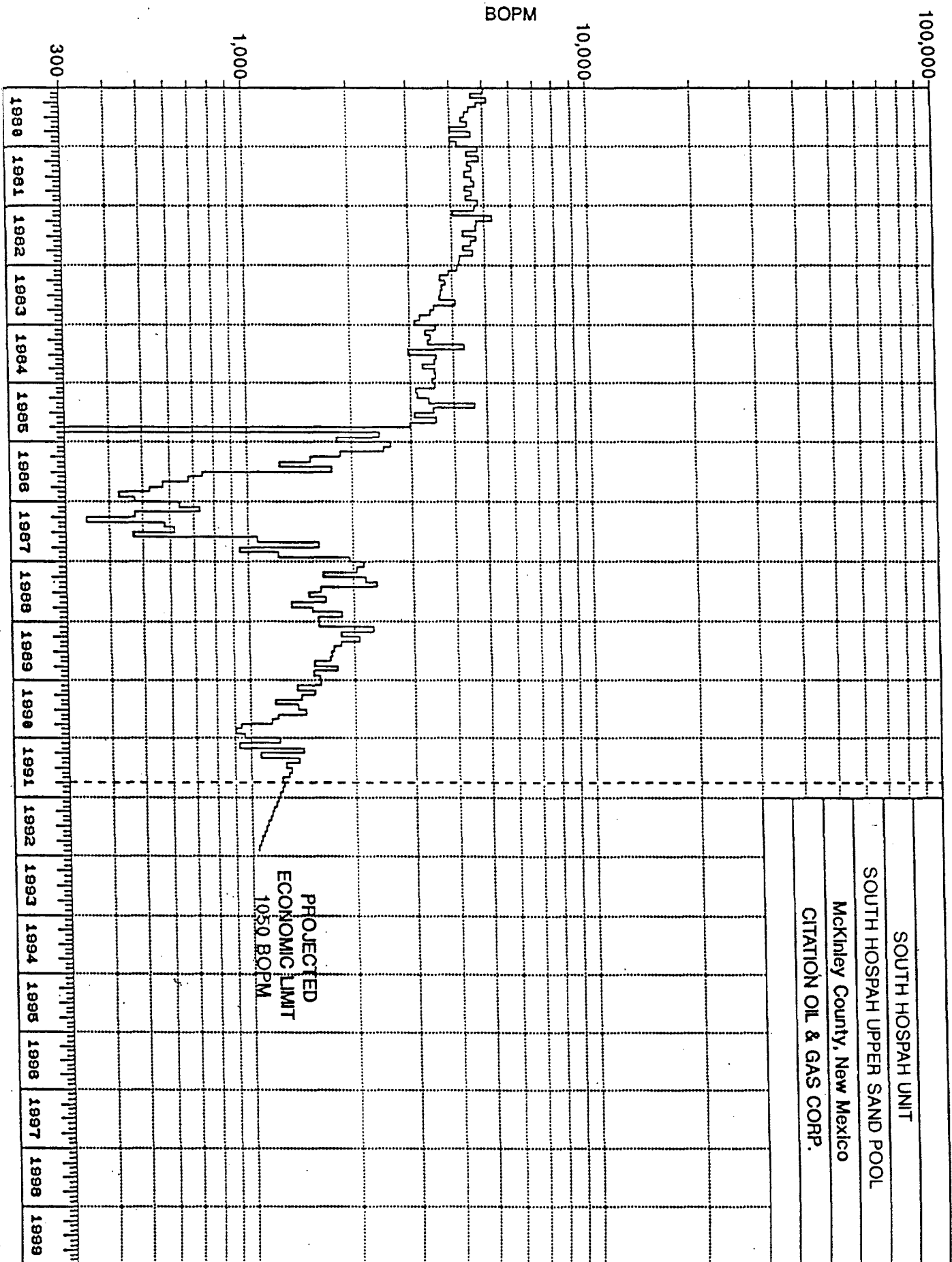
RESERVES COMPARISON
SOUTH HOSPAH UNIT (Upper Sand)
HOSPAH LEASE (Lower Sand)
MCKINLEY COUNTY, NEW MEXICO

EXHIBIT 7

DETAIL	CURRENT CONDITIONS			COMINGLED	
	SOUTH HOSPAH UNIT (Upper Sand)	HOSPAH LEASE (Lower Sand)	TOTAL (Upper and Lower Sands)	TOTAL (Upper and Lower Sands)	
Effective Date	10/01/91	10/01/91	10/01/91	10/01/91	
Current Production (bopd)	41	132	173	173	
Lease Operating Expenses (\$M)	17.4	57.6	75	55	
1992 Capital Expenses (\$M)	0	50	50	25	
Annual Decline Rate	15.00%	10.00%	11.15%	11.15%	
Gross Remaining Recoverable Reserves (mbbls)	15.9	63.2	79.1	207.3	
Remaining Life (years)	1.17	1.42	1.42	4.17	

BOPM





BOPM

