RAMISEY PETROLEUM CO.

P. O. BOX 11446

ALBUQUERQUE, NEW MEXICO 87192

April 21, 1989

Sent Via FAX

Mr. W. J. Chen, Plant Superintendant Phelps-Dodge Corporation Hidalgo Smelter Post Office Box 67 Playas, New Mexico 88009

Dear Mr. Chen:

I am writing at the request of Mr. Steve Whisler of your Phoenix office.

This letter is to inform you that I will comply with all State rules and regulations as regards the drilling, equipping, completing, operating, and/or abandoning of all wells drilled in the Playas Valley Unit.

I will be in Playas with a surveyor this coming Monday or Tuesday, April 24 or 25, to stake a legal location for the initial test well, as per State regulations, and would like to meet with you then to discuss any details regarding ingress and egress. I will contact you with the exact time as soon as I have completed arrangements.

Sincerely,

ABR/jj H-154

FAX: 505-436-2603