ROCKY MOUNTAIN RESOURCES, INC.

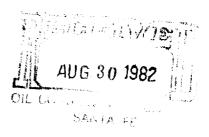
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SEP 3 1982

O. C. D. ARTESIA, OFFICE

August 24, 1982

Mr. Joe Ramey State of New Mexico Energy & Minerals Department P. O. Box 2088 State Land Office Building Santa Fe, New Mexico 87501



RE: Border Hills State #1
Lincoln County, New Mexico

Dear Mr. Ramey:

Enclosed please find Form C-104 which we have completed and signed.

As you recall during our conversation of August 19, it was decided that notification of the reorganization between Terra of New Mexico and Rocky Mountain Resources, Inc. was necessary, resulting in the submission of Form C-104.

Should you have any questions regarding the above-mentioned document, please feel free to contact the undersigned.

Very truly yours,

ROCKY MOUNTAIN RESOURCES, INC.

Kathy Dickson

Administrative Assistant

KD:kmd Encl