

**C W TRAINER**

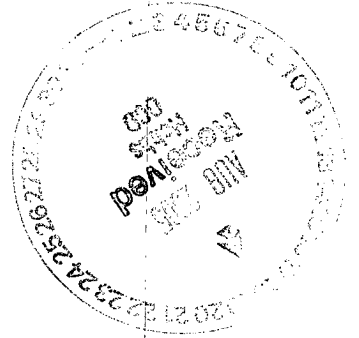
P. O. Box 754 - Midland, Texas 79702  
Ph: 432\687-2505 - Fax: 432\687-2625

August 15, 2005

Jeff Albers w/NM State Land Office -Oil, Gas & Minerals Div.  
1220 South Francis Dr.  
Santa Fe, NM 87505

Oil Conservation Divison  
1625 North French Dr.  
Hobbs, NM 88241-1980

Gaye Heard w/Oil Reports & Gas Services, Inc.  
1008 W. Broadway  
Hobbs, NM 88240



Re: Grama Ridge # 1 - N2 Sec 8, T22S - R34E, Lea County, New Mexico

Enclosed is 4 point test by ARC Pressure Data Inc. showing AOF of 2.924 mcfpd with water staying at 1159' from surface for entire 4 hour test.

They suggest we sell gas intermittently and leave water in the tubing by limiting choke size and flow times. They think we might sell 200 to 500 mcfpd with this technique.

Our only cost will be about \$10,000 for meter, pipeline and intermitter to sell \$2000 to \$5000 per day for 100%.

Sincerely,

A handwritten signature in cursive script that reads 'C W Trainer'.

C W Trainer

Xc: Grama Ridge Partners - letter only  
Sally Meader-Roberts w/all data  
Jim O'Briant w/all data  
Jim Dewhirst w/all data