

Oil Reports and Gas Services, Inc.

HOBBBS NEW MEXICO 88241

March 10, 1997

Energywise Enterprise, Inc.
6305 Alta Vista
Odessa, Texas 79761

Re: Coastal State
Sec. 1, T9S, R3E, S1
Lea Co. NM

Gentlemen,

According to the Hobbs Office of the New Mexico Oil Conservation Division (NMOCD), this well has never had a Change of Operator filed since you took over operatorship from Dwight A. Tipton.

In addition, the NMOCD does not show your company a duly filed form of a plugging bond.

Please find enclosed NMOCD Rules and regulations regarding plugging bonds on State owned land and a completed OOI Form 2-1-4 Change of Operator requiring a signature. Please file this form immediately if you are operating it with an approved plugging bond.

Should you have any questions, please do not hesitate to call me at one of the above phone numbers or you may call Mr. Gary Wink of the Hobbs NMOCD at 505-493-6161.

Yours very truly


Gaye Heard, Manager, Oil
Reports & Gas Services, Inc.
Agent for Dwight A. Tipton

cc: Dwight A. Tipton
P.O. Box 1025
Lovington, New Mexico 88260

Gary Wink
Hobbs NMOCD