

JENNINGS & JONES L.C.

111 SOUTH KENTUCKY

P. O. BOX 1180

ROSWELL, NEW MEXICO 88202-1180

JAMES T. JENNINGS
A. D. "DIRK" JONES

TELEPHONE (505) 622-8432
FAX (505) 622-8433

September 3, 1999

Bill O'Brien, President
Bobco International, Inc.
PO Box 934
Cloudcroft, NM 88317

Re: *C.L. O'Brien #1 - Operator: Stevens Operating Co.
NE/4 NE/4 Section 7, Township 8 South, Range 30 East, Chaves County, New Mexico*

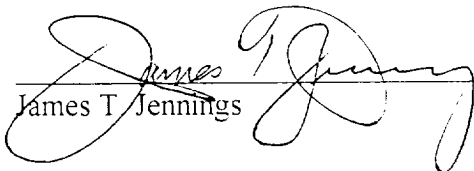
Dear Mr. O'Brien:

On July 23, 1999 I discussed with you the plugging of the above well and I called your attention to the fact that Moon Company, Trustee, one of the largest mineral owners is requesting that you go forward with your obligation and agreement to plug the well which is spelled out in the assignment to you dated January 17, 1995.

By letter dated July 14, 1999, New Mexico Energy, Minerals & Natural Resources Department advised you of your three options in connection with this well and demanded that you comply with the conditions of its letter in accordance with the Department guidelines. Your requested response by August 15, 1999 has not been forthcoming. The Moon Company Trustee again requests that you proceed in accordance with the Department request. It is my understanding that if action is not taken, your bonding company will be called upon to plug the well.

Yours very truly,

JENNINGS & JONES L.C.


James T. Jennings

JTJ:ks

cc: John O'Brien

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ASSIGNMENT, BILL OF SALE & CONVEYANCE

KNOW ALL MEN BY THESE PRESENTS:

That the Undersigned,

Trinity Limited Partnership, P.O. Box 564, Roswell, NM, Sulphur River Products Corporation, 5949 Sherry Lane, Ste 755, Dallas TX, Greg Vujovich, 5949 Sherry Lane, Ste 755, Dallas TX, Thornton Operating Corporation, 306 W. Wall St. Ste 1110, Midland, TX, Robert R. Walker, Rio Petrol, Inc., John D. Cadigan, 100 Second Ave. South, Edmond, WA hereinafter called Assignors, for and in consideration of Ten Dollars (\$10.00) the receipt is hereby acknowledged, does hereby sell, assign, transfer and convey unto Bobco International, Inc., P.O. Box 934 Cloudcroft, New Mexico, hereinafter called Assignee, all of right, title and interest owned by Assignors in the C.L. O'Brien #1 wellbore and associated surface equipment located in Chaves County, New Mexico, to-wit:

TOWNSHIP 8 SOUTH, RANGE 30 EAST

Section 7: NE/4

In accepting this Assignment, Assignee assumes and agrees to fully comply with and timely perform all the obligations and covenants, both express and implied, in compliance with all state and federal laws, rules, regulation with respect to the plugging and abandonment of the well herein assigned and all related facilities, maintenance, remediations and restoration of the lands and bonding requirements.

EXECUTED THIS 17th DAY OF January, 1995

ASSIGNORS

TRINITY LIMITED PARTNERSHIP,
a New Mexico limited Partnership
By: OMNI ENERGY, INC.
Its General Partner

Enick Diffie
Enick Diffie, President

Sulphur River Products Corporation

Rex Corey
Rex Corey, President

Thornton Operating Corporation

Robert L. Thornton
Robert L. Thornton, President

Greg Vujovich

Greg Vujovich

Mindy Vujovich

Robert R. Walker

John D. Cadigan
John D. Cadigan, Attny in Fact

Rio Petrol, Inc.

John D. Cadigan
John D. Cadigan, President

John D. Cadigan

John D. Cadigan

Linda Cadigan
Linda Cadigan

ASSIGNEE

BOBCO INTERNATIONAL, INC.
a New Mexico Company
By:

Bill O'Brien
Bill O'Brien, President

on file at this office.
microfilmed as a necessary
in violation document file.
3/14/95
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