



KIMBARK OIL & GAS COMPANY

January 16, 1989

A & W Construction Co.
8404 Sprague
Odessa, TX 79764

Attention: Lefty Akins

Re: Backfilling Reserve Pits
M. F. Walker #1 & #2
Section 27, T12S, R37E
Lea County, New Mexico

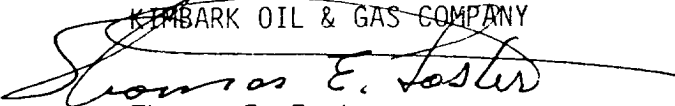
Dear Mr. Akins:

As you are aware, you have been paid to restore both locations and backfill the reserve pits on the captioned wells.

Kimbark Oil & Gas Company has received two letters from the State of New Mexico, Energy, Minerals and Natural Resources Department, Hobbs, New Mexico with reference to the restoration of these two locations. I understand you have had some confrontations with Monte Paxton, Ranch Foreman, Brady Lowe Ranch east of Tatum, New Mexico where these two locations are. Due to the fact that you have been paid over two years ago to restore the subject locations, it is your responsibility to complete your contract as soon as possible. I am forwarding copies of this letter to Monte Paxton, Lowe Ranch and the New Mexico Oil & Gas Commission, Hobbs, New Mexico for their information.

If anyone (i.e. A & W Construction, Monte Paxton, or the New Mexico Oil & Gas Commission) has any questions, please do not hesitate to contact the undersigned.

Yours truly,


KIMBARK OIL & GAS COMPANY
Thomas E. Foster
Operations Manager
Drilling and Production

TEF:jd
1/22

cc: Monte Paxton
Lowe Ranch East of Tatum, New Mexico

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division