811 Sixth Street, Suite 300

Post Office Box 2249

WICHITA FALLS, TEXAS 76307-2249

July 25, 2002

Oil Conservation Division District 1 1625 N. French Dr. Hobbs, NM 88240

> Intention to Plugged & Abandoned Wells Stephens & Johnson Operating Co. T. D. Pope Lease

Lea County, New Mexico

Gentlemen:

Stephens & Johnson Operating Co. is sending herewith three copies each of Form C-103 for the intention to plug and abandon the T. D. Pope wells No. 3 and 9.

After the Oil Conservation Division has approved these plug and abandonment procedures, we plan to plug one to three wells per month until plugging is accomplished. This plugging work will be done in conjunction with plugging work on eight wells on our Denton North Wolfcamp Unit. The wells on the Denton North Wolfcamp Unit and the T. D. Pope lease will be combined for scheduling of the plugging operations.

Please contact us if you have any questions concerning the enclosed Forms C-103 or if you have any questions concerning the scheduling of the plugging.

Yours very truly,

STEPHENS & JOHNSON OPERATING CO.

ton S.

Carnes,

PSCjr/ns Encl.