

April 16, 1991

STATE OF NEW MEXICO Energy & Minerals Department Oil Conservation Commission 1000 W. Broadway P.O. Box 1980 Hobbs, New Mexico 88240

Attn: Mr. J. T. Sexton

RE: Recompletion State 7 Well Northeast Lovington Field Lea County, New Mexico

Dear Mr. Sexton:

American Cometra, Inc. will attempt a recompletion on the State 7-1 Well on April 22, 1991. It is our intention to attempt a Wolfcamp recompletion. Please note that if the Wolfcamp test proves to be unsuccessful then the Strawn formation will be re-opened.

American Cometra, Inc. is in the process of evaluating the lease for future drilling potential and expects to have a location within the next few months.

If you have any questions regarding the abovementioned, please do not hesitate to contact me at (817) 877-1585.

Sincerely yours,

J. Ř. Craft Operations Manager West Texas Area

JRC/tdp .219 cc: M. Gholson