EnergyPro, Inc.

3003 Dawn Drive Suite 104 Georgetown, Texas 78628 Phone: (512) 869-7971 FAX: (512) 869-8543

February 5, 1997

State of New Mexico Oil Conservation Division P.O. Box 1980 Hobbs, NM 88241-1980 Attn: Donna

Petroleum Development Corporation RE: Warren-State No. 1 South Denton Field, Lea County, NM

Dear Donna:

EnergyPro, Inc. is acting as agent in the acquisition of the drilling permit for the referenced well. Enclosed are the various forms which we have discussed pertaining to the well and its non-standard location.

I would appreciate you calling me at the number shown above if there are any questions or if something further is required.

Thanks very much for your assistance.

Sincerely,

ENERGYPRO, INC. Mon () justu Don C. Pfiester President