DAVID H. ARRINGTON DIL & GAS, INC.

P.O. BOX 2071 , MIDLAND, TEXAS 79702 OFF (915) 682-6685 FAX (915) 682-4139

February 2, 2001

New Mexico Oil Conservation Division Attn: Donna Pitzer 1625 N. French Drive Hobbs, New Mexico 88240

Dear Donna:

As per our conversation on 2/2/01 attached you will find the C-103 for the Lord Baltimore "20" #1. Ocean Energy is a Partner in this well & they will be responsible for drilling the well and will follow the C-101 proposed program and David H. Arrington Oil & Gas, Inc as Operator will complete the well and send in all required State forms on this well. If you have any questions, call me at (915) 682-6685.

Thank you,

Nera Bustamente Dora Bustamante