Bonneville Fuels Corporation

A Subsidiary of Bonneville Pacific Corporation

March 18, 1996

State of New Mexico Oil Conservation Commission Mr. Jerry Sexton P O Box 1980 Hobbs NM 88241 Re: Storage of produced oil - Norris #4

UL M Sec 13 T17S R37E Lea Cty, New Mexico API #30-025-33197

Dear Mr Sexton,

In the interest of security, Bonneville Fuels Corp. plans to truck 1,039 barrels of oil from the Norris #4 location where the oil is currently in frac tanks, to the following empty tanks on the Lottie York #1 tank battery: tank #118064, #119226 Lottie York #2; tank #119224 Lottie York #1. At this location, production will be under seal and then sold when the Norris #4 is finished completing and the C104 for this well is approved. All three wells produce from the South Humble City field in the Strawn formation.

If you have any questions regarding this transaction, please call me at the phone number listed below.

Sincerely C/MAR

R.L.

Robert A. Schwering P. E. Senior Engineer

