

NationsBank  
326 East Bender  
Hobbs, NM 88240-2303  
Tel 505 393-1511

## NationsBank

August 20, 1998

Oil Conservation Division  
Dorothy Phillips  
2040 Pacheco St.  
Santa Fe, NM 87505

Dear Ms. Phillips:

Sundance Services, Inc. has asked us to verify for you that we hold a certificate of deposit as a cash collateral deposit for a single well cash bond.

The well is identified in our documents as Royalty Holding Well #4, in Section 25, Township 21 south, Range 37 east, NMPM, Lea County, New Mexico.

We have in our safekeeping files a certificate of deposit dated November 11, 1996, number 036 3012447 in the amount of \$7,500.00. We do have a hold placed on the certificate of deposit for the required amount of \$7,500.00.

I am also enclosing a computer screen print to further verify that the certificate of deposit is in our bank and that the hold has been placed for the \$7,500.00.

If I can provide you with further assistance please do not hesitate to call me at (505) 393-6352 ext. 226.

Sincerely,



Carol R. Lathrop  
Support Specialist

Enclosures