

United States Department of the Interior

MINERALS MANAGEMENT SERVICE
Minerals Revenue Management
P O. Box 25165
Denver, Colorado 80225-0165
www.mrm.mms.gov



AUG 17 2005

Dear

In our "Dear Operator Letter" dated February 14, 2005, the Minerals Management Service (MMS) notified you of specific onshore Federal leases in Wyoming that were selected to participate in a crude oil Royalty in Kind (RIK) program. In accordance with the terms of that letter, we are notifying you of the termination of crude oil in-kind status of your onshore Federal leases in Wyoming.

The in-kind status of the leases listed in the enclosure terminates for crude oil on September 30, 2005, and the oil royalties will be payable in value rather than in kind, effective October 1, 2005. Please notify the appropriate working interests of the changes in royalty status for these leases.

You must continue to report crude oil production and royalties to MMS on the Oil and Gas Operations Report. Effective October 1, 2005, you must report crude oil royalties in value on the Report of Sales and Royalty Remittance (Form MMS-2014) under the MMS reporting requirements specified in MMS regulations and the MMS Mineral Revenue Reporter Handbook at http://www.mrm.mms.gov/Reporting Services/PDFDocs/RevenueHandbook.pdf. Please visit our website at www.mrm.mms.gov for information regarding properties participating in RIK sales.

Sincerely,

Stacy D(Leyshon/ Royalty in Kind Oil Manager

Enclosure



Listing of Properties
Royalty-In-Value
Effective October 1, 2005

	Lease or Agreement			QII	
Line Code	Number	Lease or Agreement Name	Operator	Type	Pipeline/Trucked
PSW4600	891015482E	Pine Tree	Devon Energy	35	Belle Fourthe
PSW4000	801000312B	Salt Creek (Lou)	Anadarko	SC	Rocky Mountain
GR015	0490106820	Big Piney	EOG Resources	SC	Rocky Mountain
GR024	0490106760	Big Piney	EOG Resources	SC	Rocky Mountain
GR005b	0491181550	Stud Horse	Ultra	SC	Big West Trucking
GR018b	0491277490	Stud Horse Bulle	BP America	SC	Rocky Mountain
GR023a	891012484B	Brady Deep (Weber 'A')	Anadarko	SC	Wamsulter
GR023b	891012484B	Brady Deep (Weber 'A')	Questar	SC	Wamsulter
GR023c	891012484B	Brady Deep (Weber 'A')	Wexpro Company	SC	Wamsuller
GR028	891012484A	Brady Deep (Mugget 'A')	Wexpire Company	900	Wannsuller