

September 21, 2005

Noreen,

Attached is a package submitted by Randy Budge on behalf of Sam's Hollow Water Company.

Please enter the application in the database under "application" status, and put on 30-day call-up. Randy also filed an application for transfer for the same purpose. It appears he misunderstood that an application for both a transfer and the bank should be filed. They will be pursuing an approved transfer. After 30-days, we should check the status of the transfer with Gary or the Eastern Regional staff and will most likely return the bank application to Randy. If the application is returned, the lease status should be changed to "denied" with a database comment that the application was not processed due to pursuit of an approved transfer for the same purpose.

Thank you,
Cynthia