IN REPLY
REFER TO:
Alum Unit
McCoy Unit
Tuscarora Unit
Fish Lake Unit
3200
(NV-920.4)
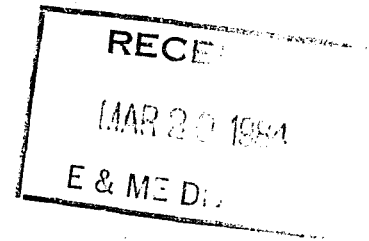
MAR 1 1984

Mr. Harry Olsen
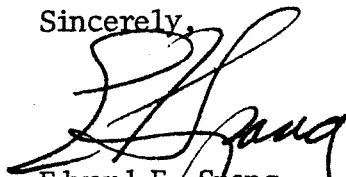Steam Reserve Corp.
1707 Cole Blvd.
Golden, CO 80401

Dear Mr. Olsen:

Enclosed please find one copy each of an approved change in Unit Operator by
Assignment for the Alum, Fish Lake, McCoy, and Tuscarora Units. Steam Reserve
Corporation has assumed all rights and obligations of these units from AMAX
Exploration, Inc.

This letter also serves to approve the termination of the McCoy Unit, effective
the date of this letter. This termination is in accordance with the provisions
of Article 18.2 of the Unit Agreement. Prior to the termination of the Unit,
Steam Reserve Corp. had 5,082.84 acres of Federal lands accountable under geo-
thermal lease. With the termination of the McCoy Unit, the 37,417.53 acres com-
prised of thirty-one Federal tracts in the Unit, will bring accountable Federal
acreage leased by Steam Reserve Corp, in the State to 42,500.37 acres. As pro-
vided for in 43 CFR 3201.2(d) Steam Reserve Corp. has ninety days from the effec-
tive date of the unit termination to reduce acreage under Federal lease in Nevada
to the maximum permissible holdings total. Rehabilitation work should be com-
pleted for all areas in the Unit subjected to surface disturbing activities
within this ninety day period, unless constrained by unavoidable delay. Please
contact Ron Moore of the Carson City District Office at (702) 882-1631 for specific
instructions to complete this work.

If you should have any questions regarding assignment of the units or the termination of the McCoy Unit, please contact Richard Hoops of this office at (702) 784-5134.

Sincerely,

Edward F. Spang
State Director, Nevada

4 Enclosures
  Encl. 1 - Cy of Change for Alum Unit
  Encl. 2 - Cy of Change for Fish Lake Unit
  Encl. 3 - Cy of Change for McCoy Unit
  Encl. 4 - Cy of Change for Tuscarora Unit