BIRD CREEK RESOURCES, INC 810 South Cincinnati, Suite 110 Tulsa, Oklahoma 74119

April 22, 1991

APR & 4 1991 O. C. U. ARTESIA, OFFICE

State of New Mexico Oil Conservation Division P.O. Drawer DD Artesia, N.M. 88211

Attn: Mr. Mike Williams

RE: Bird Creek's Markham No. 1

Unit C, Section 22

T-23-S, R-28-E, Eddy County, N.M.

Dear Mr. Williams,

Bird Creek Resources is in receipt of your letter dated 4-16-91 regarding the disposition of casinghead gas on our Markham No. 1.

The gas from this well was connected to a low pressure gas gathering system on 2-26-91 and has produced into that system every day since. Delays on the hook-up were incurred due to right-of-way problems across 1/2 mile of crop land. El Paso Natural Gas is the purchaser of the gas. A copy of the form C-115 for 2/91 is attached, showing gas sales to El Paso.

This should answer your question regarding the gas disposition. If you need further information please contact me at the above address or call 918-582-3855.

Sincerely,

Bill M. Burks

Bill M. Burh

Agent, Bird Creek Resources, Inc.

BMB:sw

Attachment