



American Exploration Company

July 13, 1989

Re: Hospah Sand Unit Well
28, 29, 37, 38 & 39
McKinley County, N. Mexico

State of New Mexico
Enrgy & Minerals Department
Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

Attn: Ernie Busch
Geologist 3
Deputy Oil & Gas Inspector

Gentlemen:

Enclosed please find the legal descriptions for the five (5) subject wells which American Exploration Company recently submitted applications to deepen in order to add more pay perforations.

We have requested Form C-102 (Well Location and Acreage Dedication Plats) for same from the surveyor, and will be forwarding this to you upon receipt. Hopefully, this will resolve whatever well location description discrepancies exist from the information available.

Please advise if this information is sufficient for formal approval of our applications to deepen these wells.

Very truly yours,

AMERICAN EXPLORATION COMPANY

Marty B. McClanahan
Marty B. McClanahan
Sr. Production Analyst

MBM:mm
Encl.
cc: Nace Peard



