

May 2, 1989

Re: Hospah Sand Unit Wells
28, 29, 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:

American Exploration Company is in receipt of your letter of April 19, 1989 regarding supplemental information for our applications to deepen the subject wells.

I have enclosed such Well Records that were used at the time these wells were drilled and copies of any available logs that we have in our office, being such information that was obtained from Tesoro Petroleum Corporation, the former operator.

Insofar as Well 39 is concerned, we did not even have this, so I am submitting a schematic drawing of the wellbore so that information as to production casing setting depths, etc. could be derived.

Please review this data and advise accordingly as to approval of our applications. So that this can be expedited as soon as possible, you may want to contact Nace Peard our Production Engineer who handles that particular region at this office for further technical information.

Your earliest approval to same is appreciated.

Very truly yours,

AMERICAN EXPLORATION COMANY

Marty B. McClanahan
Sr. Production Analyst

MBM:mm
Encl.
cc: Nace Peard