

P.O. Box 3038 • Farmington, New Mexico 87499

(505) 325-3404

David B. Tentler
Owner - Operator
Fax # (505) 326-0259

November 14, 1995

DIANE RICHARDSON
OIL CONSERVATION DIVISION
2040 SOUTH PACHECO
SANTA FE NM 87505

RE: Hatch #1 (Mesa Kirtland #11)
Unit Letter: C
Section 11, T29N, R15W
San Juan County

Dear Diane:

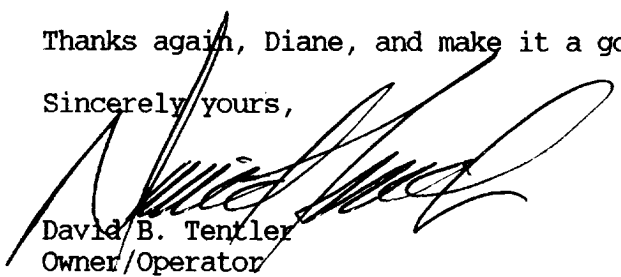
Enclosed please find Bond #013002197 in favor of the State of New Mexico for the above captioned well.

Billco Energy recently purchased this well from the bankruptcy trustee for Lobo Production. Should you require a copy of the bill of sale from the trustee, I would be more than happy to provide you with same.

Please review the enclosed bond and provide me with an approval so that we can proceed to put this well back into production.

Thanks again, Diane, and make it a good day.

Sincerely yours,


David B. Tentler
Owner/Operator

/prk

Enclosure