



McClellan Oil Corporation

May 14, 1991

Oil Conservation Division
New Mexico Oil Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

Re: Case #10308
160 Acre Spacing
McClellan Devonian
Township 13 South, Range 29 East
Section 28
Chaves County, New Mexico

Gentlemen:

McClellan Oil Corporation, overriding royalty and lease owner in the immediate area of the Stevens Operating Corporation #1 McClellan well, hereby supports the Application of Stevens Operating Corporation for field rules with 160 acre spacing and 330 lease line set backs on the basis that drilling more than one well per 160 acres constitutes economic waste and the 330 is necessary to secure maximum structural position without impairing correlative rights.

Your granting of the application as presented will work to the best interest of all concerned in the development of this newly discovered pool.

Sincerely,

Mark McClellan

Mark McClellan
Vice President

