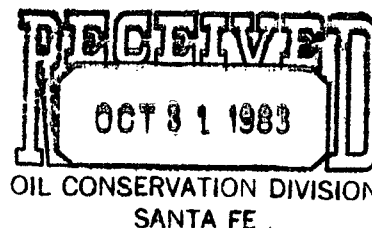




ENERGY, INC.
NEW MEXICO DISTRICT OFFICE
Box 726 - Phone (505) 748-1356
ARTESIA, NEW MEXICO 88210

September 9, 1983



Mr. Joe D. Ramey
Secretary-Director
New Mexico Energy and Minerals Dept.
P.O. Box 2088
Santa Fe, New Mexico 87501

NSL-1761
Rule 104-FI
Nov. 19, 1983

Attention: R.L. Stamets

RE: North King Camp Unit # 11
660 FSL & 660 FEL
Sec. 35, T13-S, R29-E
Chaves County, New Mexico

Undesignated Morrow

Gentlemen:

Holly Energy Inc. requests administrative approval of the unorthodox location for the subject well under the provisions of Division Rule 104-F.

Said well was drilled as a wildcat Devonian oil well on a standard oil well location by Franklin, Aston & Fair in 1974. It was drilled to a total depth of 10,268 feet and was dry in the Devonian. It was plugged back to 9764 feet to test the Mississippi with 4½" casing set @ 9764'. After trying the Mississippi, it was plugged back to the Morrow, with perforations @ 9138-9148, with the East ½ of Section 35 dedicated to well. Said well has been shut in since December of 1974, waiting on a pipeline and has just recently been hooked up.

A lease ownership plat is enclosed. Each offset operator is being notified by three copies of this letter (via certified mail) and is asked to indicate waiver of objection by authorized signature and are also asked to mail one copy of this letter to New Mexico Energy and Minerals Department, P.O. Box 2088 Santa Fe, New Mexico 87501, and return the other copy to Robert Loyd, Holly Energy Inc., P.O. Box 726, Artesia, New Mexico 88210 in the stamped, self-addressed envelopes enclosed.

Sincerely,

Robert Loyd

Robert Loyd
Production Superintendent
New Mexico, West Texas

cc: Yates Petroleum Corp.
207 South 4th Street
Artesia, New Mexico
88210

McClellan Oil Corp.
Box 730
Roswell, New Mexico
88201

Gulf Oil Company
Box 1150
Midland, Texas
79702

Shell Oil Company
Box 991
Houston, Texas
77001

Exxon Company, U.S.A.
Box 1600
Midland, Texas
79701

Waiver of Objection

SA Marks For J.R. Lytle Tech. Advisor
Name and Title

Exxon Corp.
Company Name

10/26/83
Date

13 29

22
CONNOR UNIT
McCLELLAN OIL (OPER)

McClellan Oil, et al
B-1000
50418

NO. KING
CAMP UNIT

NO. KING CAMP

DOUBLE L
QUEEN UNIT
BARK ROY (OPER)