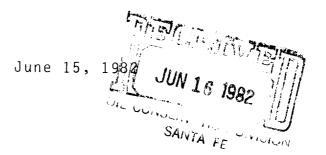


## McClellan Oil Corporation



Dick Stamets New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87501

Dear Dick:

Enclosed is our A.P.D. for the Burner Fee well No. 1. As you can see, the actual footages are not on the usual 330 foot increments. This is due to the fact that this well is located in the Preston Beck Grant and there are no actual surveyed section markers. Therefore, we staked the well and then had to survey the actual footages based on known markers in the area. The C-102 represents projected section lines based on this survey.

If you have any question pertaining to the survey please contact me.

Thank you,

Paul Ragsdale

Operations Manager

PR/ks