As indicated above, the Devonian formation is productive within a two mile radius of the proposed disposal well. However, if no objection is made by offset operators or by the surface owner, it is repectfully requested that administrative approval be given to this application. It is our belief that only beneficial results can accrue to any producing wells in the Devonian formation in this area. In the event that administrative approval cannot be granted, it is requested that a hearing be set at your earliest convenience.

By copy of this letter, a copy of the application, complete with all atachments is being sent, same date as this letter, to the Chief Engineer, Box 2088,State Land Office Building, Santa Fe, New Mexico. Copies of the application are also being sent to all offset operators and to the surface owner. A "List of Operators" which includes the surface owner, is attached.

Please let us know if you need any additional information.

Yours very truly,

LONE STAR PRODUCING COMPANY

ORIGINAL SIGNED BY: BRANDON C. SMITH

Brandon C. Smith District Petroleum Engineer

BCS/jd

cc: Mr. D. S. Nutter Chief Engineer Box 2088 State Land Office Building Santa Fe, New Mexico 79101

Attachments:

1. NHCC Form C-108

2. List of Operators

3. Land Plat

L. Electric Logs

5. Diagramatic Sketch