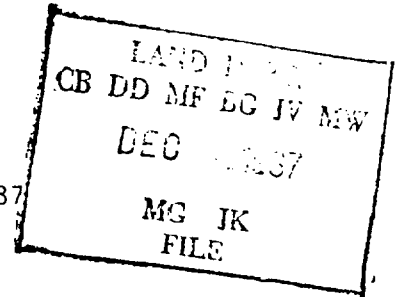


BETTIS BROTHERS, INC.

500 W. Wall, Suite 312
Midland, Texas 79701
915/685-4128

November 2, 1987



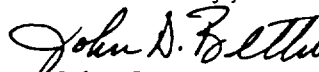
CNG Producing Company
P. O. Box 2115
Tulsa, Oklahoma 74101-2115
Attention: Mr. Bob Gordon

Re: Corral Draw Prospect
Sections 8 & 10
T-25-S, R-29-E
Eddy County, New Mexico

Gentlemen:

Bettis, Boyle & Stovall are planning the drilling of two wells in the above referenced prospect area. The first well will be the Pickett Draw Federal #2, located 1515' FWL and 1235' FSL in Section 10. The second well will be the Exxon Fed. #1 and will be located 660' FNL and 860' FEL in Section 8. Both locations had to be moved due to archeological finds in the area and because of the presence of a Llano gas line. If these locations meet with your approval, please sign in the space below. Please call if you have questions.

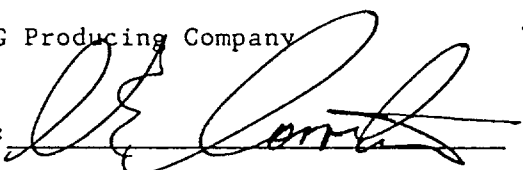
Yours truly,


John D. Bettis

JDB/db

CNG Producing Company does hereby agree with the above stated locations for the Pickett Draw Federal #2 and the Exxon Federal #1.

CNG Producing Company

By: 

BEFORE EXAMINER CATANACH	
OIL CONSERVATION DIVISION	
EXHIBIT NO.	11
CASE NO.	9285

BETTIS BROTHERS, INC.

500 W. Wall, Suite 312
Midland, Texas 79701
915/685-4128

December 9, 1987

CNG Producing Company
P. O. Box 2115
Tulsa, Oklahoma 74101-2115
Attn: Bob Gordon

Enron Oil & Gas Company
P. O. Box 2267
Midland, Texas 79702
Attn: Bill Lewis

Exxon Company, U. S. A.
P. O. Box 1600
Midland, Texas 79702-1600
Attn: James Howell

Chevron U. S. A., Inc.
dba Gulf Oil Exploration and
Production Company
P. O. Box 1150
Midland, Texas 79702
Attn: D. H. Messer

Meridian Oil Production, Inc.
21 Desta Drive
Midland, Texas 79705
Attn: Phil M. Whitsitt

Re: Bettis, Boyle & Stovall
Exxon Fed 8 well #1
660' FNL & 860' FEL
Section 8, T-25-S, R-29-E,
Eddy County, New Mexico

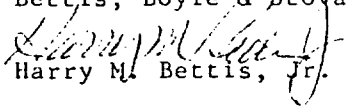
Dear Gentlemen:

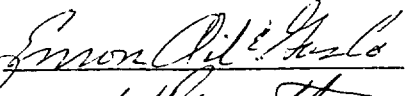
Due to terrain problems, geological reasons, and the presence of a gas pipeline, Bettis, Boyle & Stovall has applied for an unorthodox location to drill the above named well as shown on the attached Application to Drill and plat.

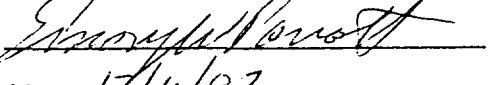
If you, as an offset operator to this lease, have no objection to the granting of this special permit, we would appreciate your signing in the space provided below and returning one copy of this letter to us at your earliest convenience.

Yours very truly,

Bettis, Boyle & Stovall


Harry M. Bettis, Jr.

Company: 

By: 

Date: 12/11/87 

BETTIS BROTHERS, INC.

500 W. Wall, Suite 312
Midland, Texas 79701
915/685-4128

December 9, 1987

CNG Producing Company
P. O. Box 2115
Tulsa, Oklahoma 74101-2115
Attn: Bob Gordon

Enron Oil & Gas Company
P. O. Box 2267
Midland, Texas 79702
Attn: Bill Lewis

Exxon Company, U. S. A.
P. O. Box 1600
Midland, Texas 79702-1600
Attn: James Howell

Chevron U. S. A., Inc.
dba Gulf Oil Exploration and
Production Company
P. O. Box 1150
Midland, Texas 79702
Attn: D. H. Messer

Meridian Oil Production, Inc.
21 Desta Drive
Midland, Texas 79705
Attn: Phil M. Whitsitt

Re: Bettis, Boyle & Stovall
Exxon Fed 8 well #1
660' FNL & 860' FEL
Section 8, T-25-S, R-29-E,
Eddy County, New Mexico

Dear Gentlemen:

Due to terrain problems, geological reasons, and the presence of a gas pipeline, Bettis, Boyle & Stovall has applied for an unorthodox location to drill the above named well as shown on the attached Application to Drill and plat.

If you, as an offset operator to this lease, have no objection to the granting of this special permit, we would appreciate your signing in the space provided below and returning one copy of this letter to us at your earliest convenience.

Yours very truly,

Bettis, Boyle & Stovall


Harry M. Bettis, Jr.

Company: Meridian
By: D. W. Feltner
Date: 12/13/87

BETTIS BROTHERS, INC.

500 W. Wall, Suite 312
Midland, Texas 79701
915/685-4128

December 9, 1987

CNG Producing Company
P. O. Box 2115
Tulsa, Oklahoma 74101-2115
Attn: Bob Gordon

Enron Oil & Gas Company
P. O. Box 2267
Midland, Texas 79702
Attn: Bill Lewis

Exxon Company, U. S. A.
P. O. Box 1600
Midland, Texas 79702-1600
Attn: James Howell

Chevron U. S. A., Inc.
dba Gulf Oil Exploration and
Production Company
P. O. Box 1150
Midland, Texas 79702
Attn: D. H. Messer

Meridian Oil Production, Inc.
21 Desta Drive
Midland, Texas 79705
Attn: Phil M. Whitsitt

Re: Bettis, Boyle & Stovall
Exxon Fed 8 well #1
660' FNL & 860' FEL
Section 8, T-25-S, R-29-E,
Eddy County, New Mexico

Dear Gentlemen:

Due to terrain problems, geological reasons, and the presence of a gas pipeline, Bettis, Boyle & Stovall has applied for an unorthodox location to drill the above named well as shown on the attached Application to Drill and plat.

If you, as an offset operator to this lease, have no objection to the granting of this special permit, we would appreciate your signing in the space provided below and returning one copy of this letter to us at your earliest convenience.

CHEVRON U.S.A. INC.
P. O. BOX 1150
MIDLAND, TX 79702

Yours very truly,

Bettis, Boyle & Stovall

Harry M. Bettis, Jr.
Harry M. Bettis, Jr.

Company: _____
By: *[Signature]*
ASSISTANT SECRETARY
Date: *12/16/87*

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
J. SCOTT HALL
PETER N. IVES
JOHN H. BEMIS
MARTE D. LIGHTSTONE

GUADALUPE PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 968-4421
TELECOPIER: (505) 963-6043

December 23 , 1987

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

To all affected Interest Owners or Offset Operators

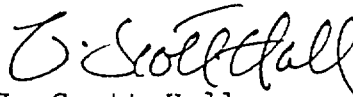
Re: Application of Bettis Brothers, Inc. for an Unorthodox
Well Location, Eddy Arriba County, New Mexico

Dear Interest Owner or Offset Operator:

This letter is to advise you that Bettis Brothers, Inc. has filed an application with the New Mexico Oil Conservation Division for an Unorthodox Well Location, Eddy County, New Mexico.

This application has been set for hearing before a Division Examiner on January 20, 1988. You are not required to attend this hearing, but as an interest owner you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Very truly yours,


J. Scott Hall

JSH/dmg
encl.

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY, MINERALS,

IN THE MATTER OF THE APPLICATION
OF BETTIS BROTHERS, INC. FOR AN
UNORTHODOX WELL LOCATION,
EDDY COUNTY, NEW MEXICO.

CASE NO. _____

APPLICATION

Comes now Bettis Brother, Inc. by and through its undersigned attorneys, and hereby makes application for an order approving an unorthodox well location, and in support thereof would show the Division:

1. Applicant is the operator of the Delaware, Wolfcamp, Strawn, Atoka and Morrow formations underlying the N/2 of Section 8, Township 25 South, Range 29 East, N.M.P.M., Eddy County, New Mexico and proposes to drill a well at a point 660 feet from the North line and 860 feet from the East line of said Section 8.

2. Applicant seeks an exception to the Division's well location requirements to permit the drilling of the well at the above-described unorthodox location to a depth sufficient to adequately test the Delaware, Wolfcamp, Strawn, Atoka and Morrow formations.

3. A 320 gas spacing and proration unit comprising the N/2 of said Section 8 should be dedicated to the well.

4. Approval of this application will afford Applicant the opportunity to produce its just and equitable share of hydrocarbons and will otherwise be in the best interests of conservation, the protection of correlative rights and prevention of waste.

WHEREFORE, Applicant requests that this matter be set for hearing before a duly appointed examiner of the Oil Conservation Division on January 20, 1988, that notice be given as required by law and the rules of the Division, and that the Division enter its order granting this application and providing such other and further relief as is proper in the premises.

Respectfully submitted,

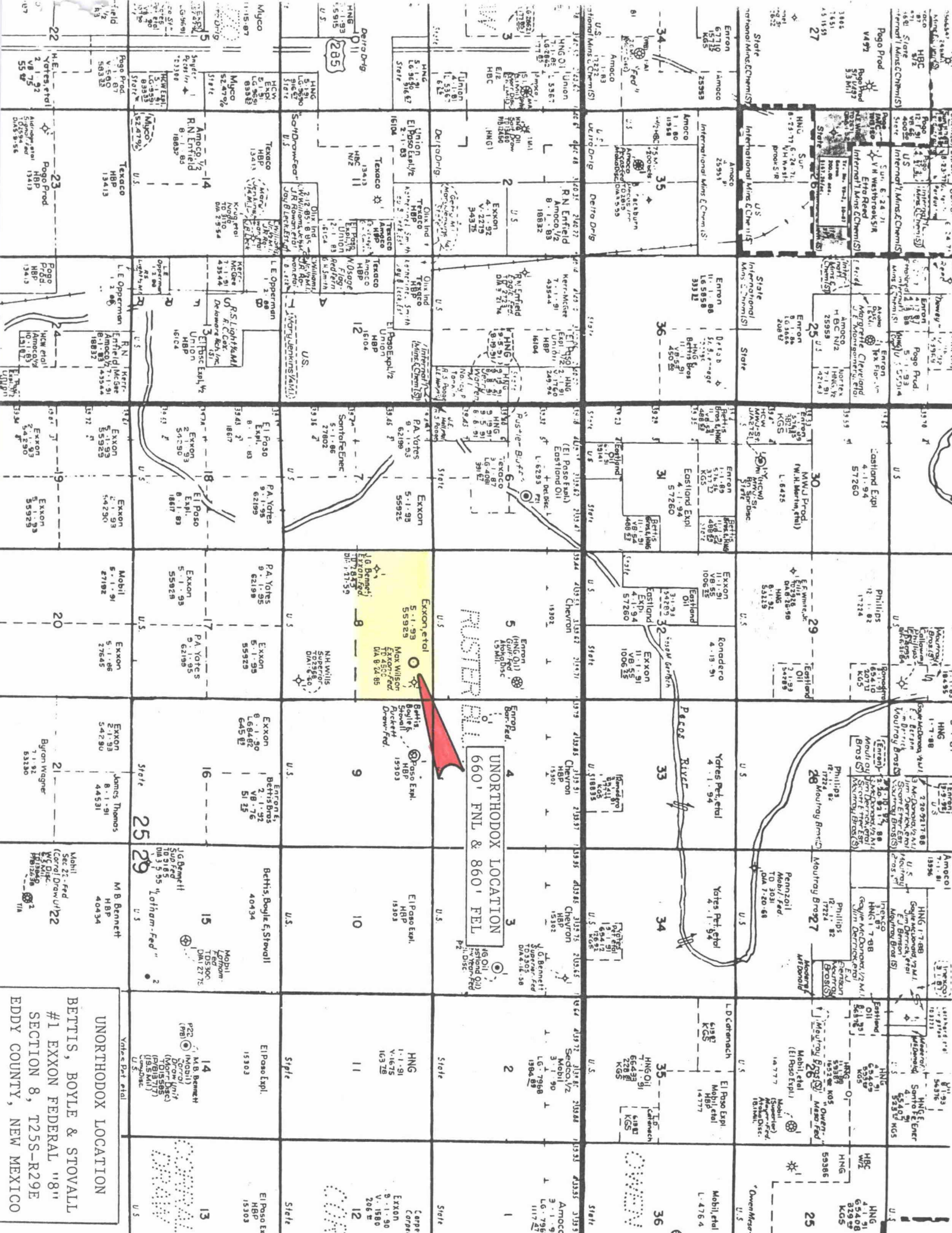
CAMPBELL & BLACK, P.A.

By 
J. Scott Hall
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421

ATTORNEYS FOR BETTIS BROTHERS, INC.

BETTIS, BOYLE & STOVALL EXXON FED #1-8
 660' FNL & 860' FEL
 SECTION 8, T-25-S, R-29-E
 EDDY COUNTY, NEW MEXICO

		<u>OFFSET OPERATORS</u>	<u>MINERAL INTEREST</u>
Section 4	T-25-S, R-29-E	CNG Producing	U. S. A.
Section 5	T-25-S, R-29-E	Enron & Chevron	U. S. A.
Section 6	T-25-S, R-29-E	Enron	U. S. A.
Section 7	T-25-S, R-29-E	Exxon	U. S. A.
Section 8	T-25-S, R-29-E	Exxon	U. S. A.
Section 9	T-25-S, R-29-E	Meridian & Bettis, Boyle & Stovall	U. S. A.



BETTIS, BOYLE & STOVALL
#1 EXXON FEDERAL "H8"
SECTION 8, T25S-R29E
EDDY COUNTY, NEW MEXICO