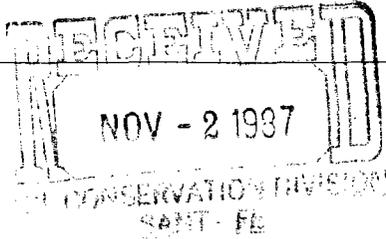


Nearburg Producing Company

Exploration and Production
P.O. Box 31405
5447 Glen Lakes Drive
Dallas, Texas 75231-0405
214-739-1778



October 30, 1987

Mr. William E. Carr
Campbell & Black, P.A.
P. O. Box 2208
Santa Fe, NM 87504-2208

DAC
m-s.
Case No. 926Z

Re: Application of Amerind Oil Company
for Unorthodox Well Location
Lea County, New Mexico

Dear Mr. Carr:

This letter is to advise that I am in receipt of your letter dated October 27, 1987 regarding Amerind Oil Company's hearing for an unorthodox well location for a well to be drilled at a location 1300'FSL and 660'FEL of Section 2, Township 17 South, Range 37 East, NMPM, Lea County, New Mexico.

Please be advised that Nearburg will not oppose this application, however, we will make an appearance at the hearing. I would like to request a set of exhibits to be provided to Nearburg's representative at the hearing.

Yours truly,

Mark K. Nearburg
Vice President - Land Manager

MKN:nf

cc: Bob Leibrock, Amerind Oil Co.
William J. Le Man, New Mexico Oil Conservation Commission
Colin R. McMillan, LDM Associates
Bill Owen, LDM Associates