

October 30, 1987

Mr. Douglas L. Cone
P. O. Box 13612
Albuquerque, New Mexico 87192

RE: Proposed Devonian Test
Erwin No. 1
EAST MORTON PROSPECT
Lea County, New Mexico

Dear Mr. Cone:



Reference Mitchell Energy Corporation's (Mitchell) letter of October 2, 1987, proposing the formation of a working interest unit and the drilling of the subject test well in the NW/4 Section 3, T-15-S, R-35-E, Lea County, New Mexico.

In order to accommodate existing regulations and to satisfy spacing rules presently in effect in our prospect area, Mitchell has elected to make a change in the location of the proposed well to approximately 660' FNL and 1,830' FWL of Section 3-15S-35-E.

Should you have any questions or desire to discuss this matter, please let us know.

Very truly yours,

MITCHELL ENERGY CORPORATION

Joe R. Lazenby
District Landman

JRL/jm