



CHACE OIL COMPANY, INC.

313 Washington S.E.

Albuquerque, New Mexico 87108

(505) 265-2622

January 29, 1986

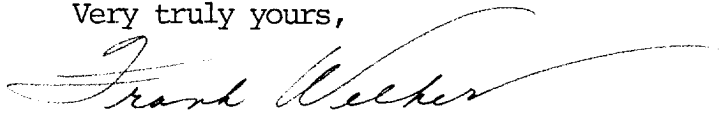
Mr. Roy Johnson
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

Dear Roy:

SUBJECT: Pinon Unit #2 well

In accordance with my letter dated January 24, 1986, I am enclosing an original and two copies of a sundry with the plugging information for the above-referenced well.

Very truly yours,



Frank Welker
Vice President, Production



FW/ss

Enclosures: as stated