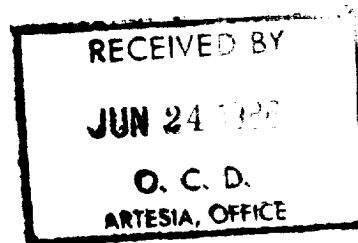


June 20, 1986



Mr. Mike Williams
Oil Conservation Division
P. O. Drawer DD
Artesia, NM 88210

Dear Mr. Williams:

This letter is in response to your correspondence dated June 19, 1986 regarding the Frank "P" State #1, P-21-10-27. We are making a very small amount of casinghead gas. We are located several miles from a gas line and it would not be economically feasible for disposal due to the small amount of gas. We are in hopes that we will possibly have enough gas to use for lease purposes or to operate a heater treater.

If I may provide additional information, please contact me.

Very truly yours,

Roy Collins

Roy Collins

RC/j

Mr. Collins:

Please re-submit on the attached C-129 Form. Thank You.

Mike Williams