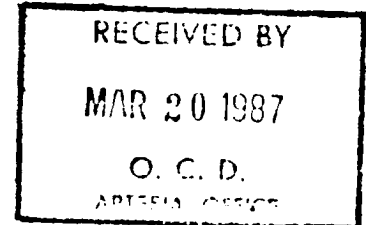


# NEW MEXICO GAS MARKETING, INC.

P. O. Box 2014  
Roswell, New Mexico 88202

(505) 623-4735

March 19, 1987



Oil Conservation Division  
Post Office Drawer DD  
Artesia, New Mexico 88210

Re: Purchase of Gas Production

Gentlemen:

Please be advised that New Mexico Gas Marketing, Inc. has commenced the purchase of gas production from wells operated by McKay Oil Corporation as follows:

- |                              |           |
|------------------------------|-----------|
| 1. Hosmer Federal #4         | 2-17-87   |
| SE/4 Section 13-6S-22E       |           |
| 2. Four Mile Draw Federal #5 | 2-16-87   |
| NW/4 Section 14-6S-22E       |           |
| 3. Four Mile Draw Federal #6 | 2-16-87 ✓ |
| NE/4 Section 14-6S-22E       |           |
| 4. Four Mile Draw Federal #7 | 2-17-87   |
| SW/4 Section 15-6S-22E       |           |
| 5. Four Mile Draw Federal #8 | 2-12-87   |
| NW/4 Section 15-6S-22E       |           |

All of the above wells are located in Chaves County, New Mexico. We request that this information be kept "CONFIDENTIAL".

Yours very truly,

MCKAY OIL CORPORATION

*Theresa Rodriguez*

Theresa Rodriguez  
Production Analyst

Enclosures