

NEW MEXICO GAS MARKETING, INC.

P. O. Box 2014 Roswell, New Mexico 88202

(505) 623-4735

June 30, 1987 RECEIVED BY

JUL -1 1987

O. C. D.

APPESIA, OFFICE

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 for the following wells operated by McKay Oil Corp.

| 1. | South Four Mile Draw St. Comm. #11 | 6-23-87 |
|----|---|---------|
| 2. | Section 22-6S-22E Pipeline Comm. #2 | 6-23-87 |
| 3. | Section 26-6S-22E South Four Mile Draw Fed. #7 | 6-23-87 |
| 4. | Section 21-6S-22E Lookout Federal #3 | 6-17-87 |
| 5. | Section 10-6S-22E Lookout Federal #1 | 6-17-87 |
| 6. | Section 10-6S-22E Remmele Fed. Comm. #11 | 6-16-87 |
| | Section 27-6S-22E | 6-15-87 |
| 7. | Middle Fork Federal #4 Section 8-6S-23E | |
| 8. | Remmele Federa. Comm. #13 Section 27-6S-22E | 6-15-87 |

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 Rodreguez

Theresa Rodriguez Production Analyst

Enclosures