

MEWBOURNE OIL COMPANY

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MIDLAND, TEXAS 79701

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September 15, 1992

Commissioner of Public Lands
State of New Mexico
P. O. Box 2088
Santa Fe, New Mexico 87504
Attn: Floyd Prado

Re: North Empire Prospect
W/2 Section 20-17S-29E
Eddy County, New Mexico

Gentlemen,

Mewbourne Oil Company (Mewbourne) currently owns 100% of the Working Interest and operates the New Mexico "EO" State Com. #1 well located 1980' FNL & 660' FWL of Section 20-17S-29E, Eddy County, New Mexico. This well is currently producing from the Morrow formation which is communitized pursuant to that certain Communitization Agreement dated June 1, 1985 as approved December 26, 1985, covering the W/2 of said Section 20-17S-29E.

Pursuant to said Communitization Agreement, Mewbourne hereby gives notice that we intend to temporarily abandon the Morrow formation and attempt a completion in the Atoka formation at a depth of 10,386' in said well and at the same time commence the drilling of a Morrow test to be located 2180' FNL and 1980' FWL of Section 20-17S-29E. This test is the Empire "20" State #1 and will be governed by the above referenced Communitization Agreement.

We sincerely appreciate your cooperation in this matter, and ask that you contact the undersigned should you have any questions.

Sincerely,



Steven Cobb
District Landman

SC/klc
cc: Allen Brinson
Paul Haden
Ken Waits