ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

GARY E. JOHNSON Governor JENNIFER SALISBURY Cabinet Secretary

1-14-98

Mr.John Qualls Chi Operating P.O.Box 1799 Midland, Texas 79702

Dear John;

Over the last year or two, the NMOCD has been sending out letters to operators in regard to their shut in wells. Although most operators have received notice we still find wells that are not included in the previous mailings. I am forwarding additional wells as we locate them. We notice that you did some remedial work on your Ralph Nix # 1 located in Sec. 29-18-29 Ut. J, back in August, 1996. This well is not shown on your C-115 and we have no record of any production.

Please advise the NMOCD office in Artesia by February 15, 1998 of your intentions for this well.

Yours truly, In W. Sum

Tim Gum