ENGINEERING OPERATIONS

403 2ND PLACE ABERNATHY, TEXAS 79311

PROPERTY MANAGEMENT
OIL & GAS

October 18, 1988

RECEIVED

OCT 19'88

C. C. D. ARTESIA, OFFICE

Mr. Mike Williams Supervisor, District II P.O. Drawer DD Artesia, N. M. 88210

Well: Maljamar State / #1-B-36-17-31 & #2-A-36-17-31

Dear Mr. Williams:

We are in the process of selling these two wells to Mr. Harold Kersey. We are being delayed by the courts to approve the sale or plugging, due to the bankruptcy of a partner.

We will expidite this matter as soon as possible.

I appreciate your patience in this matter.

Yours very truly

Pete Thompson