



January 20, 1995

Mr. Tim Gum  
New Mexico Oil Conservation Division  
811 S. First  
Artesia, New Mexico 88210

Dear Mr. Gum,

We are currently in the process of completing the Skelly Unit #161 well. As you may recall, this well is designated as a unit well solely due to its geographical location; the well's completion will be in a producing zone different from the existing unit wells. In addition, the #161 has recently been approved for treatment at a separate, off-lease battery and its royalty payments will be different from the remainder of the unit wells.

As a result of all these special circumstances, we are requesting the assignment of a property number for the Skelly Unit #161 which is separate from the Skelly Unit number of 011091. This should simplify both our record-keeping and yours.

Thank you for your attention to this matter.

Terry L. Frazier  
Hobbs Operating Unit Manager

DAB/s