

I.T. PROPERTIES

3502 Yachtclub Ct.
Arlington, TX 76016

07/31/95

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P.O. Drawer DD
Artesia, NM 88211

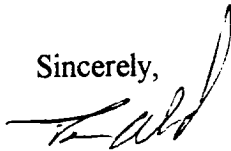
Re: Packer leakage on DHY #1
UT F Sec 23, T-19, R-28

Dear Mr. Smith,

Per our conversation this afternoon, I.T. hereby requests that your department extend your reinspection of the above referenced well's packer. I.T. Properties will be applying for authority to commingle the two zones in the well, thereby eliminating the need for a packer.

Please forward any necessary forms, etc. that will expedite this process with the State.

Sincerely,



Tom Osbold for K.W. Chen
Land Manager