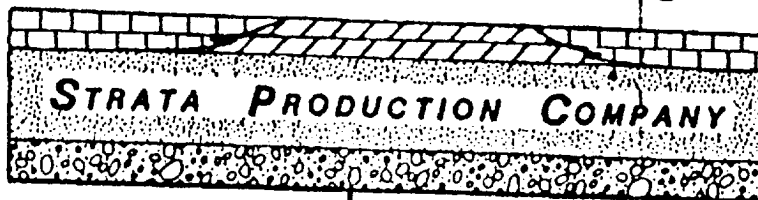


GEORGE L. SCOTT, JR.
FRANK S. MORGAN
JAMES G. MCCLELLAND



YOUR COPY

648 PETROLEUM BLDG.
ROSWELL, N.M. 88201
(505) 622-1127
(505) 622-5891

November 27, 1989

To: Offset Operators
Marathon ;
Hondo Oil & Gas, Inc.
Dryx Energy Corporation
Siete Oil & Gas, Inc.
Santa Fe Energy
Petroleum Corporation, Inc.

Re: Notification of Deviated Wellbore
Chaparrall State # 1
Sec. 32, T-19-S, R-29-E
Eddy County, New Mexico

RECEIVED DEC 18 '89

DEC 6 1989

O. C. D.
ARTESIA, OFFICE

PRESIDIO OIL
DALLAS

31	32	33
S-F 6 ★ 6	S-F 5 ★ ★	S-F ★ 3

Gentlemen:

Enclosed you will find a copy of Form C-101 (APD) submitted to the State of New Mexico concerning the sidetracking of the above mentioned well.

In a recent re-entry of this well, Strata made an unsuccessful attempt to get into a casing stub at 6069'. After evaluation, it is Strata's intention to sidetrack by setting a cement plug over the stub and directionally drilling around the obstruction. The new bottom hole location should be approximately 1880' FNL & 860' FWL. (See enclosed diagram)

Please indicate your approval of this operation by signing and returning a copy of this notice to Strata at the letterhead address or via telefax at (505) 623-3533.

Best Regards,

James G. McClelland
James G. McClelland
Vice President - Administration
505-622-1127

☒ Yes, we approve, please continue.

☐ No, we do not approve, please contact me.

Tom Sprinkle
NAME-TITLE
Div. Prod. Manager

Presidio (Petroleum Corporation)
COMPANY