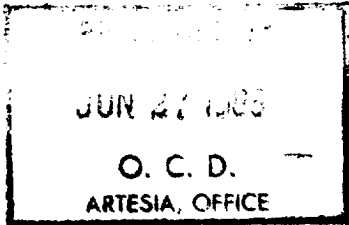


Gulf Oil Exploration and Production Company

R. C. Anderson
PRODUCTION MANAGER, HOBBS AREA

June 26, 1985

P. O. Box 670
Hobbs, NM 88240



Re: Eddy "IV" State #1
Shugart Yates Seven Rivers
Queen Grayburg
Section 36-T18S-R31E
Eddy County, New Mexico

Oil Conservation Division
Drawer DD
Artesia, New Mexico 88210

Gentlemen:

Gulf Oil Corporation hereby requests permission to transfer 169 barrels of stock. On our Eddy "IV" Lease to the Littlefield "AB" Federal Lease, in the Shugart Delaware, Section 22-T18S-R31E, Eddy County, New Mexico.

This oil was produced during an unsuccessful completion in the Shugart Yates Seven Rivers Queen Grayburg pool. Gulf Oil has temporarily abandoned this well, and intends to farm out the lease.

Yours very truly,

for R. C. Anderson
R. C. ANDERSON

lab

cc: Beryl Ragsdale - Midland
Bob Colborn - Lea Street



A DIVISION OF GULF OIL CORPORATION