

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

JENNIFER SALISBURY
CABINET SECRETARY

GARY E. JOHNSON
GOVERNOR

11-19-97

Mr. John W. Qualls
Chi Energy Inc.
P.O.Box 1799
Midland, Texas 79702

Re: Ceder # 1 Sec. 11-21-27 Ut.K

Dear John;

Thank you for your letter of 11-17-97 in regard to the above captioned well.

You will probably need to have Penwell send us a C-104 change of operator. According to this file I have hear on my desk Chi is the last operator of record.

Yours truly,



Tim Gum