Nearburg Producing Company

Exploration and Production 3300 North "A" Street Building 2, Suite 1.20 Midland, Texas 79705 915/686-8235 Fax 915/686-7806

January 5, 2001

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Jeanne Fields Shelby 5535 Yale Blvd., Suite 100 Dallas, Texas 75206-5015

Re:

Application for Classification as Hardship Gas Well (Rule 409) – McKittrick Federal 11 No. 1Y, Eddy County, New Mexico

Gentlemen:

This letter serves as official notice pursuant to NMOCD Rule 409 that Nearburg Producing Company has filed for Hardship Gas Well Classification for the NPC McKittrick Federal 11 No. 1Y, located in Unit I, Section 11, T-22-S, R-24-E, McKittrick Hills Upper Penn (Gas) Pool, Eddy County. New Mexico. As required, this notice is given to Jeanne Fields Shelby as an offset owner/operator.

If we can be of further assistance, please advise.

Yours truly,

Bob Shelton Land Manager

BS/dw