

Nearburg Producing Company

Exploration and Production
3300 North A Street
Building 2, Suite 120
Midland, Texas 79705
915/686-8235
Fax 915/686-7806

January 4, 2001

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

Duke Energy Field Services, L.P.
P. O. Box 50020
Midland, Texas 79710-0020

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 NMOC 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 Duke Energy Field Services, L.P. as the transporter and purchaser of gas from said well.

If we can be of further assistance, please advise.

Yours truly,



Bob Shelton
Land Manager

BS/dw