

CHI ENERGY, INC.

P.O. BOX 1799
MIDLAND, TEXAS 79702

August 12, 1997

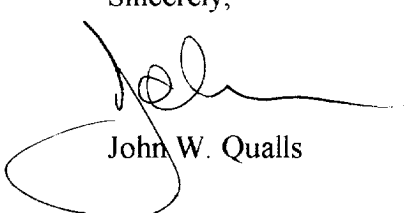
NMOCD
811 S. First St.
Artesia, New Mexico 88210

**Re: Designation of Agent
Big Unit # 137
T-21S-R-29E-Sec. 16: NE/4
Eddy County, New Mexico**

Gentlemen:

Enclosed please find a copy of an executed Designation of Agent wherein Bass Enterprises Production Co., designates Chi Energy, Inc. as its designated agent for the above referenced well.

Sincerely,



John W. Qualls

JWQ/fh

RECEIVED

AUG 15 1997

OIL CON. DIV.
DIST. 2