

PACIFIC ENTERPRISES OIL COMPANY (USA)

June 21, 1990

SOUTHWEST REGION
200 N. Loraine, #400
P.O. Box 3083
Midland TX 79702-3083
(915) 684-3861
(915) 684-6426 (Fax)

Mr. Mike Goode
Anadarko Petroleum Corporation
Post Office Box 2497
Midland, Texas 79701

RE: Porcupine Prospect #6140

Exxon State #16-1
Eddy County, New Mexico


Dear Mr. Goode:

Pursuant to your letter of June 12, 1990, enclosed please find one Operating Agreement with an extra signature page, two (2) Authorities For Expenditure and one copy of that certain Drilling Title Opinion dated March 20, 1990 covering the East half of Section 16, T-17-S, R-31-E, Eddy County, New Mexico.

If everything appears in order, please sign and return one (1) Authority For Expenditure and the extra signature page to the Operating Agreement.

Very truly yours,

**PACIFIC ENTERPRISES
OIL COMPANY (USA)**


M. Craig Clark
Landman

MCC/dsr

Enclosure

Rec'd 9
10/60