

KELLAHIN, KELLAHIN AND AUBREY

Attorneys at Law

W. Thomas Kellahin
Karen Aubrey

El Patio - 117 North Guadalupe
Post Office Box 2265
Santa Fe, New Mexico 87504-2265

Telephone 982-4285
Area Code 505

Jason Kellahin
Of Counsel

January 12, 1988

ARCO Oil & Gas Company
P. O. Box 1610
Midland, Texas 79702

"Certified Mail"

Attn: Ms. Rita Buress

Re: Mitchell Energy Corporation
Erwin No. 1 Well
East Morton Prospect
Lea County, ~~New Mexico~~
NMOCD Case 9272, Order R-8579

Dear Interest Owner:

Our firm represents Mitchell Energy Corporation. On its behalf and in accordance with the terms and conditions of the enclosed New Mexico Oil Conservation Division Order R-8579 dated January 11, 1988, we are sending you a copy of this order and a copy of the estimated costs for the drilling and completing of the referenced well, as set forth on the AFE identified as Exhibits 46 and 47.

On behalf of Mitchell Energy Corporation, you are hereby notified that pursuant to ordering paragraph (4) of the order, you have Thirty (30) days from receipt of this letter to pay your share of the subject well costs and avoid the penalty which will apply if your share of the costs are taken out of production.

You may elect to participate under the pooling order by sending your check payable to Mitchell Energy Corporation, 1000 Briercroft Savings Building, 200 N. Lorraine, Midland, Texas 79701, Attn: Mr. Larry Cunningham, (915) 682-5396.

Very truly yours,



W. Thomas Kellahin

WTK:ca
Enc.

cc: Mitchell Energy Corporation
Oil Conservation Division

