MERIDIAN OIL

HELEIVED

OCTOBER 4, 1993

OCT - 5 1993

Q. (, D.

MOUNTAIN STATES PETROLEUM CORP. P. O. BOX 1936 ROSWELL, NM. 88201 TEL. NO. 505-623-7184

RE:

WELL PURCHASED BY YOU ON DEC. 1989 CANNON BALL FEDERAL NO. 1 1060' FSL & 2180' FWL SEC. 7, T-14-S, R-28-E CHAVES COUNTY, NEW MEXICO

LADIES AND GENTLEMEN:

THIS IS IN REFERENCE TO THE TELEPHONE CONVERSATION OF OCTOBER 1, 1993 WITH JUDY BURKHART OF YOUR OFFICE.

MR. STAN MAYO WITH THE BUREAU OF LAND MANAGEMENT CALLED OUR ARTESIA FIELD OFFICE AND INFORMED THEM THAT THIS WELL HAS A LEAK AT THE SURFACE.

THIS WELL WAS PURCHASED BY YOUR COMPANY ON DECEMBER OF 1989. PLEASE CALL MR. MAYO WITH THE BLM AS HE WANTS TO KNOW WHEN YOU WILL BE REPAIRING THIS LEAK.

PLEASE CHECK YOUR RECORDS TO MAKE SURE THE PROPER SUNDRY HAS BEEN FILED WITH THE BLM SHOWING YOU AS THE NEW OPERATOR. ALSO, A FORM C-104 SHOULD HAVE BEEN FILED WITH THE OIL CONSERVATION DIVISION TO SHOW THE CHANGE IN OPERATOR.

SINCERELY,

MARIA L. PEREZ PRODUCTION ASST.

A/C 915-688-6906

XC: BLM-CARLSBAD

BLM -HOBBS OCD - ARTESIA

ARTESIA FIELD OFFICE

RICK SOPER - PROD. ENGR.

PRODUCTION SERVICES:
1. DONNA WILLIAMS

2. CONNIE MALIK

3. RICHARD ATCHLEY

4. MARIANNE MARTIN

5. MARIA PEREZ