

STEVENS OPERATING CORPORATION

1250 UNITED BANK PLAZA
P. O. BOX 2408
ROSWELL, NEW MEXICO 88201
505-622-7273

May 6, 1991

RECEIVED
MAY - 7 1991
O. C. D.
ARTESIA, OFFICE

Mr. Mike Williams
New Mexico Oil Conservation Division
P. O. Drawer DD
Artesia, New Mexico 88210

Re: McClellan Federal #1
H, Sec. 28, T-13-S, R-29-E
Chaves County, New Mexico

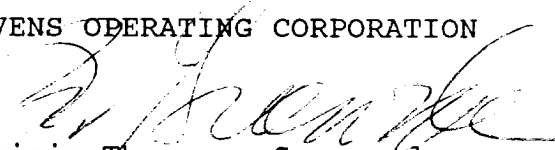
Dear Mr. Williams:

Per your conversation with Mr. Donald G. Stevens on May 2, 1991, Stevens Operating Corporation has requested and been granted a testing allowable for the above referenced well. This temporary allowable of 422 BOPD was effective May 1, 1991, and will continue through May 31, 1991. We would appreciate your sending us an amended allowable for the month of May 1991.

Stevens Operating Corporation has requested 160 acre spacing and is scheduled for a hearing on May 16, 1991. The approval of the request is expected on or before May 31, 1991.

Very truly yours,

STEVENS OPERATING CORPORATION


Patricia Thompson Greenwade
General Manager

PTG/ms/