

STEVENS OPERATING CORPORATION

1250 UNITED BANK PLAZA

P. O. BOX 2408

ROSWELL, NEW MEXICO 88201

505-622-7273

May 29, 1991

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

Re: McClellan Federal #1 Well
Unit H, Sec. 28, T-13-S, R-29-E
2190' FNL, 990' FEL
Chaves County, New Mexico

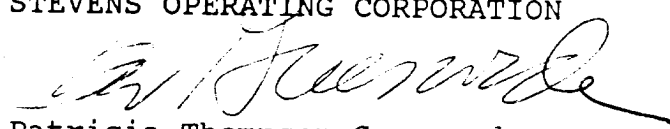
Dear Mr. Williams:

Pursuant to Case No. 10308, Order No. R-9514, Paragraph (3) pertaining to Rule 4, Stevens Operating Corporation hereby makes notification to the Division of an unorthodox location for the aforementioned well. The McClellan Federal #1 well was completed April 18, 1991.

Enclosed please find a C-102 dedicating 160 acres to this well in accordance with the pool rules as specified in Order NO. R-9514.

Very truly yours,

STEVENS OPERATING CORPORATION


Patricia Thompson Greenwade
General Manager

PTG/ms

Enclosure