RAMSEY PETROLEUM CO.

P. O. BOX 11446

ALBUQUERQUE, NEW MEXICO 87192

April 29, 1989

MAY = 2'89

O. C. D. ARTESIA, OFFICE

Mr. Mike Williams New Mexico State Oil Conservation Division 811 South 1st Street Artesia, New Mexico 88210

RE: Ramsey 25-1 State Well, Playas Valley Unit Hidalgo County, New Mexico

Dear Mr. Williams:

Confirming my telephone call this morning to your office, I left the following message with your secretary:

"On Friday, April 28, 1989, 3:00 PM, we spudded the above well and were drilling ahead with our cable tool unit".

Because the surveyor's stake was one foot from a deep arroyo which the chief engineer for Phelps-Dodge said was a very dangerous runoff during a rain, the well was moved 25 feet due west.

Yours truly,

Arthur B. Ramsey

ABR:10 H-154