

CENTURY PLAZA 310 WEST WALL, SUITE 301

September 6, 1990

State of New Mexico Oil Conservation Division P. O. Box 1980 Hobbs, NM 88240

ATTN: Jerry T. Sexton District Supervisor

RE: State "26" Lease Vada (Devonian) Pool 26-10-33 Lea County, NM

Gentlemen:

As requested in our telephone conversation of July 30, 1990, the following preliminary August, 1990 production data is presented for your review on the captioned lease:

Well August 1990 Production State 26, 1-N, 26-10-33 2,465 BO State 26, 3-K, 26-10-33 12,332 BO TOTAL LEASE PRODUCTION 14,797 BO

Please inform the undersigned if any action should be taken on the No. 3-K well in order to stay within any allowable restrictions.

Very truly yours, C P. P.Z.

Christopher P. Renaud

Overage at end of ang. is 2151 which is within 5 days overage which is allowed.

PHONE (915) 683-5533