

PO BOX 8206 WICHITA FALLS TEXAS 76307-8206 TELEPHONE (817) 716-5100 EXPLOPATION FAX (817) 716-5170 PRODUCTION FAX (817) 716-5180 UAND FAX (817) 716-5210 ACCOUNTING FAX (817) 716-5150

December 10, 1996

William J. Lemay, Chairman New Mexico Oil Conservation 2040 South Pacheco Street Santa Fe, New Mexico 87505

Re: Application for Unorthodox Location State 3 #1 Lea County, New Mexico

Dear Mr. Lemay:

On December 10, 1996, Cobra Oil & Gas Corporation sent notification to the attached list of affected persons by certified mail, return-receipt, of Cobra's application for an unorthodox location for the above captioned well. Included in this notification was a copy of the written application made to the New Mexico OCD along with a plat of the location. The affected persons were advised that if they had an objection to this location, it must be made in writing to the Division Director for the New Mexico Oil Conservation Division within twenty (20) days of the date of this notice.

Should you require additional information, please advise.

Sincerely Yours,

Rory Edwards Production Supervisor LTR224

RE/ct Enclosure (1)