



November 14, 1996

Oil Conservation Division
District I
P. O. Box 1980
Hobbs, New Mexico 88240

RE: Change of Operator

Gentlemen:

Attached are Forms C-104 to change operator of wells on the Denius Federal Lease in Lea County, New Mexico from L. B. Simmons Energy, Inc. to Southwestern Energy Production Company. I understand that Southwestern Energy does have a State plugging bond in place pursuant to Rule 101. The address listed below for Southwestern is the operations office where operations and production related notices should be sent.

Sincerely,

A handwritten signature in dark ink, appearing to read "W. Lee Matthews", is written over a light-colored, possibly lined, background.

W. Lee Matthews
Vice President-Engineering

enclosure

Present Operator:

Southwestern Energy Production Company
4000 North Big Spring, Suite 109
Midland, Texas 79705
Phone 915-682-0590, Fax 915-682-0597

Previous Operator:

L. B. Simmons Energy, Inc.
4000 North Big Spring, Suite 109
Midland, Texas 79705