

MIDLAND PARTNERS CARLTON BEAL, JR. BARRY BEAL SPENCER BEAL KELLY BEAL DENVER PARTNER BARRY BEAL, JR.

BTA OIL PRODUCERS

104 SOUTH PECOS MIDLAND, TEXAS 79701 AC 915-682-3753 FAX 915-682-1939 ROCKY MOUNTAIN DIVISION 555-1714 STREET SUITE 835 DENVER, CO 80202 AC 303-292-9299 FAX 303-297-0666

September 28, 1992

In re: Southern Union State Well #1 NW/4 of NW/4 of Section 16-17S-37E Lea County, New Mexico BTA 9206 JV-P Shipp, XV

Marks-Garner Production Co. P. O. Box 70 Lovington, New Mexico 88260

CERTIFIED RETURN RECEIPT

Attention: Mr. Buddy Garner

Gentlemen:

As stated in our telephone conversation, BTA Oil Producers has reviewed your proposal to grant to you a farmout on the above-referenced well and its proration or spacing unit. After careful consideration, it has been determined that BTA Oil Producers is not interested in granting a farmout and requests that you plug and abandon the well as soon as possible.

Very truly yours,

LARRY L. FRANKLIN Landman

LLF/ckb

xc: State of New Mexico Oil Conservation Division P. O. Box 1980 Hobbs, New Mexico 88240 Attn: Mr. Jerry Sexton

Royce Boyce - BTA