



A. A. OILFIELD SERVICE, INC.

Post Office Box 5208
HOBBS, NEW MEXICO 88241-5208

August A. Peters, Jr., *President*
Cyril A. Scheller, *Vice-President*
Barry A. Peters, *Vice-President*

March 21, 1986

Energy & Minerals Department
Oil Conservation Division
Hobbs, New Mexico 88240

Dear Mr. Sexton:

Recently we had cause to enter the 1000 bbl. settling tank at our State "AB" SWD well and found an accumulation of approximately 400 bbls. crude. We are unable to account for its source, as it has accumulated unknowing to us, over a period of approximately nine months.

This letter is written as a request for approval to sell the oil without accounting for its origin. Please advise regarding this request.

Very Sincerely Yours,

August A. Peters, Jr.
President