

Mr. Jerry Sexton New Mexico Oil Conservation Division P.O. Box 1980 Hobbs, New Mexico 88240

Dear Mr. Sexton,

We recently recompleted the L. van Etten #13 (Unit K, Sec. 9, T20S, R37E) to the Tubb formation. Initial tests indicate the gas production to be approximately 2700 mcfpd, substantially over the pool's maximum allowable of 888 mcfpd. This is unusual for the area, as our other Monument Tubb wells produce an average of 275 mcfpd.

With your permission, and with regard to the unusual nature of this well's production, we would like to continue testing L. van Etten 13 for a 30-day period. This will allow us to better evaluate the potential of this well and its offsets, and establish a development plan. At the end of the thirty days, we will, of course, make up any over-production.

Thank you for your attention to this matter.

Terry L. Frazier Hobbs Area Manager

December 10, 1993

Gentlemen:

Jerry Sexton has given you permission to test the L.Van Etten #13-K, Sec.9,T-20S,R-37E for 30 days. Please keep us informed about the progress of this well. Thank you. Donna