March 19, 1999

Nelda Morgan Oil Conservation Division P.O. Box 1980 Hobbs, NM 88241

RE: Conoco, Inc., SEMU # 86, Lea County, New Mexico

Dear Nelda,

Please see enclosed the documentation concerning the SEMU, Well #86 which reflects that this well was recompleted from the Tubb formation to the Blinebry formation. This well does not have a DHC order and we do not anticipate downhole commingling at this time. I will notify Phyllis Lansdowne in the Ponca City - Conoco reporting office that the well is completed only in the Weir Blinebry at this time.

Please let me know if you need further information on this well.

Thank you,

Ann E. Ritchie, Regulatory Agent Conoco, Inc. 10 Desta Dr., Suite 100W Midland, Tx 79705-4500

Enclosures cc: Reesa Wilkes-Conoco/Midland