

J. C. WILLIAMSON

P. O. BOX 16
MIDLAND, TEXAS 79701

October 26, 1998

TO ALL OFFSET OPERATORS TO THE N/2 SECTION 10, T22S, R34E, LEA CO. NM

PHILLIPS PETROLEUM
400 Penbrook St.
Odessa, Texas 79762

Re: Development Re-Completion of J. C. Williamson Triple "A" Federal
Well No. 1, Sec 10, T23S, R34E, Lea County, New Mexico
Objective: Pennsylvanian Formation, Antelope Ridge Field

Gentlemen:

J. C. Williamson is in the process of unitizing the N/2 of the Subject Section for the purpose of deepening the Subject Well for the purpose of running a 5-1/2" OD liner to attempt production in the Strawn formation of Pennsylvanian age. The unitization is for the Pennsylvanian formations only (Atoka, Strawn and Morrow) and the original attempt is the Strawn. The proposed unit is a 320 Acre standard gas unit, but the Subject Well was surveyed in error and requires approval of an unorthodox location. The well was originally approved for Wolfcamp production only, so Williamson is requesting Administrative Approval by the District Supervisor in Hobbs.

The State Rules and Regulations require notice to all offset Operators to approve the location without a thirty day delay. We wish to commence this remedial work immediately; therefore, we are requesting that you show you have no objection for this location by signing one of the two copies of this letter and send it to the District Supervisor, Mr. Chris Williams, in the accompanying envelope.

We appreciate your early approval of this location.

Sincerely,

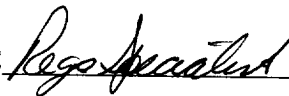
J. C. Williamson,

Telephone: (915) 682-1797
Facsimile: (915) 682-9432

By Signature below, we signify that we have no objection to the proposed unit and completion of the well in the Pennsylvanian formations.


For PHILLIPS PETROLEUM

TITLE



Date

11/20/98