BETTIS, BOYLE AND STOVALL

F. O. Box 1240 Graham, Texas 78048

February 19, 1991

Jerry Sexton Supervisor, District I New Mexico Oil Conservation Division P. C. Box 1980 Hobbs, New Mexico 88240

> Re: Leonard Federal #13 SW/4 Section 14, T265-R37E Lea County, New Mexico

Gentlemen:

This will confirm that Bettis, Boyle and Stovall agrees to the formation of a 160 acre unit in the SW/4 of Section 14, 7265-R37E as to the Rhodes Yates Seven Rivers Gas Formation and will make an election to United Gas Search as to our interest in the Leonard Federal \$13. In the meantime, until the well in the SW4SW4 of Section 14 is plugged, it will be shut in so that the Leonard Federal \$13 can produce.

Yours truly,

BETTIS, BOYLE & STOVALL

Phil R. Rugeley Land Manager

PRR/sw