

April 5, 1990

Mr. Jerry Sexton  
Supervisor, District 1  
Oil Conservation Division  
Hobbs, New Mexico 88240

Re: Wood, McShane & Thams  
South Leonard Unit Tr. 3 No. 18  
Unit E, 2580/N & 1214/W  
Section ~~24~~, ~~T-26-S~~, R-37-E  
Lea County, ~~New Mexico~~

Dear Mr. Sexton:

As per your instructions from our telephone conversation yesterday, I have enclosed copies of the documents which authorized Wood, McShane & Thams to drill the above referenced location, including the approval for an unorthodox location. Because the location was never drilled and none of the data on the application has changed, we respectfully request that this approval be reinstated.

It is our intention to commence drilling operations as soon as we receive this approval. Please forward to our office in Monahans, Texas some documentation that the Application to Drill has been reapproved so that we may have a copy to post on the well site to comply with rule 102(a).

If you have any questions or need additional data, please contact me at our Monahans office. Thank you for your assistance in this matter.

Sincerely,

J. McShane, Inc. for  
Wood, McShane & Thams



R. Cory Richards  
Petroleum Geologist

Attachments: 4

RECEIVED

APR 10 1990

CCD  
HOBBS OFFICE