

September 28, 1990

Harris & Walton c/o Oil Reports & Gas Services, Inc. Box 755 Hobbs, NM 88241

RE: NON-STANDARD PRORATION UNIT Eugene Coats Well No. 8 Jalmat Gas Pool Unit J, Section 3, T-24-S, R-36-E Lea County, New Mexico

Gentlemen:

Texaco Producing Inc. has filed with the New Mexico Oil Conservation Division for permission to form a 320 non-standard proration unit for its newly drilled Eugene Coats Well No. 8. Attached is a copy of the request that was sent to the NMOCD.

Any objections or comments concerning the Eugene Coats Well No. 8 should be directed to the New Mexico Oil Conservation Division within 20 days of receipt of this notification. If you have any questions, please contact Todd W. Moehlenbrock at (505) 397-0427.

Yours truly,

J. A. Head

Hobbs Area Manager

TWM