

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549
FORM 5

ANNUAL STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

() Check box if no longer subject to Section 16.
Form 4 or Form 5 obligations may continue. See Instructions 1(b).

() Form 3 Holdings Reported
() Form 4 Transactions Reported

1. Name and Address of Reporting Person

Keeley, Philip M
1000 Kensington Tower
7130 South Lewis
Tulsa, OK 74136
USA

2. Issuer Name and Ticker or Trading Symbol

Unit Corporation
UNT

3. IRS or Social Security Number of Reporting Person (Voluntary)

4. Statement for Month/Year

December 31, 1998

5. If Amendment, Date of Original (Month/Year)

6. Relationship of Reporting Person(s) to Issuer (Check all applicable)

() Director () 10% Owner (X) Officer (give title below) () Other
(specify below)

Senior Vice President, Exploration and Production

7. Individual or Joint/Group Reporting (Check Applicable Line)

(X) Form filed by One Reporting Person
() Form filed by More than One Reporting Person

Table I -- Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security	2. Transaction Date	3. Code	4. Securities Acquired (A) or Disposed of (D) Amount	A/ D	Price	5. Amount of Securities Beneficially Owned at End of Year	6. Direct (D) or Indirect (I)	7. Nature of Indirect Beneficial Ownership
Common Stock	12/22/98	A	9,540	A		132,954	D	
Common Stock						2,862	I	By Nike Exploration

Explanation of Responses:

(1) The option becomes exercisable in annual increments of 3,000 shares commencing 12/22/99, the first anniversary date of the grant.

SIGNATURE OF REPORTING PERSON

/s/ Philip M. Keeley

DATE

January 7, 1999