



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

June 30, 1978

JERRY APODACA
GOVERNOR

NICK FRANKLIN
SECRETARY

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STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Mr. John Cunningham
Saguaro Oil Company
P. O. Box 51
Farmington, New Mexico 87401

Re: Oil Conservation Commission v.
Saguaro Oil Co., San Juan
County Cause No. 78-326

Dear Mr. Cunningham:

Permission was obtained on June 25, 1978, from the Molerres Ranch to enter their property for the purpose of drilling out the top plug in the Tenneco Santa Fe Well No. 1, Unit D, Section 31, Township 18 North, Range 8 West, McKinley County, and tagging the next plug.

Fees for surface damage are waived provided that travel is restricted to existing roads and gates, no wooden cattle guards are crossed with heavy equipment, no equipment is used to scrape surface, and no undue damage is done. Please contact Al Kendrick to advise him when you will be ready to perform this work.

Thank you for your cooperation.

Very truly yours,

LYNN TESCHENDORF
General Counsel

LT/dr

cc: Al Kendrick
Bob Molerres

