OIL CONSERVATION COMMISSION 1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO

December 5, 1966

Western Associates, Ltd. c/o R. W. Warner 414 Bradley St. Davenport, Towa

Dear Mr. Warner:

We have noticed that Southern Union Gas is reporting a piceline gas pick up in Rio Arriba County which they refer to as the Western Associates Ltd. Warner State #1. As you know, there is a producing well in the MW of Sec 36-24N-7W which is carried in our records as the R. W. Warner #1 State.

I have checked with Southern Union and they tell me that there is only one well involved in this connection and it is your #1 State Well. However, they say it is not a lease pick up, but rather is a mainline pick up and that Western Associates Ltd. transports the gas from the lease and delivers it to Southern Union.

Under these conditions it will be necessary that Western Associates Ltd. file four C-111 showing the lease pick up and delivery to Southern Union. I am enclosing a supply of this form. Please file the form monthly showing the above information.

Yours very truly.

Emery C. Arnold
Supervisor, District #3

ECA/me

Enclosures

CC: O.C.C., Santa Fe Att: Elvis Utz