

August 16, 1978

United States Geological Survey P. O. Box 1809 Durango, Colorado

Attention: Mr. Jerry Long

Dear Sir:

Enclosed please find map showing existing roads and planned access roads to Southland Royalty Company's Medio Canyon #2 well. The location of tank batteries and flow lines will be on location with well. A burn pit will be provided for disposal of trash. Cuttings, drilling fluid and produced fluids will be put into the reserve pit and properly disposed of depending on amount and type of fluids.

Contractor will furnish restroom facilities on location.

There will be no air strips or camps.

Also, enclosed is a location layout showing approximate location of rig, pits, pipe racks and cut required to build this location.

Water supply will be <u>water holes along Largo Wash</u>. All water will be transported by truck and stored on location.

The location will be restored according to Bureau of Indian Affairs standards. This work will begin when all related construction is finished.

Mr. Max Larson will be Southland Royalty Company's field representative supervising these operations.

Yours truly,

L. O. Van Ryan

District Production Manager

LOVR/dg

AUG 21 1978