



United States Department of the Interior

GEOLOGICAL SURVEY

Drawer 1857
Roswell, New Mexico 88201

August 8, 1972

William C. Russell
1775 Broadway
New York, New York 10019

Dear Mr. Russell:

One complete copy each of termination instruments for communitization agreements Nos. Com. Agr.-SW-291 and -292 executed by the lessees and working interest owners of the communitized areas was filed with this office on July 31, 1972. Such communitization agreements, effective April 20, 1965, cover all rights as to dry gas and associated liquid hydrocarbons producible from the Mesaverde formation in the N $\frac{1}{2}$ and S $\frac{1}{2}$ respectively of sec. 10, T. 27 N., R. 8 W., N.M.P.M., and involve land in Federal leases New Mexico 05791 and Santa Fe 078481-A.

Termination of the above described communitization agreements will return production to a lease basis since the W $\frac{1}{2}$ sec. 10, on which both wells are located, is embraced by lease Santa Fe 078481-A and the E $\frac{1}{2}$ sec. 10, on which a new Mesaverde well has been completed, is embraced by lease New Mexico 05791. New acreage dedication plats have been filed by the operator changing the proration units so that the W $\frac{1}{2}$ sec. 10 contains both the R & G Drilling Company well Nos. 45 and 48 and the E $\frac{1}{2}$ sec. 10 contains the recently completed William C. Russell well No. 51 Graham. Both leases are also producing from other sources.

The termination of communitization agreement Nos. Com. Agr.-SW-291 and -292 is hereby approved effective as of June 1, 1972, the date requested in your supplemental letter of August 3, 1972.

Sincerely yours,

Carl C. Traywick

CARL C. TRAYWICK
Acting Oil and Gas Supervisor

