ke: Walter Duncan No. 2 Skelly Government

SW2SW215-27W-9W, NMPM San Juan County, New Mexico

U. S. Geological Survey Box 959 Farmington, New Mexico

ATTENTION: Mr. Phil McGrath

Dear Mr. McGrath:

On November 8, 1963 we forwarded Skelly's Designation of Operator covering $N_2^{\frac{1}{2}}$ Sec. 15, T27N-R9W. Enclosed are four copies of Skelly's Designation of Operator covering $S_2^{\frac{1}{2}}S_2^{\frac{1}{2}}$ of Section 15.

Yours very truly,

WALTER DUNCAN

Raymond T. Duncan

RID:Er Facts:

cc (w/encl): Commissioner of Public Lands Oil and Gas Commission, Aztec

DESIGNATION OF OPERATOR

The undersigned is, on the records of the Bureau of Land Management, holder of lease

DISTRICT, LAND OFFICE: Santa Fe, New Mexico

SERIAL No.: NM 011808

and hereby designates

NAME:

Walter Duncan

ADDRESS:

Box 137, Durango, Colorado

as his operator and local agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the supervisor or his representative may serve written or oral instructions in securing compliance with the Operating Regulations with respect to (describe acreage to which this designation is applicable): All rights in the interval lying below the base of the Pictured Cliffs Formation down to a depth of One Hundred (100) feet below the base of the Dakota Formation in and under the following described lands, to-witt:

Township 27 North, Range 9 West, N.M.P.M.

Section 15: South Half of the South Half containing 160 acres, more or less San Juan County, New Mexico

It is understood that this designation of operator does not relieve the lessee of responsibility for compliance with the terms of the lease and the Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the supervisor of any change in the designated operator.

SKELLY OIL COMPANY

A. J. O'Rourke, Attorney in Fact

P. O. Box 1650, Tulsa, Oklahoma

(Addres

November 11, 1963

DOVERNMENT PRINTSHIS OFFICE 15-83588-