

December 18, 1980

Oil Conservation Division 1000 Rio Brazos Road Aztec, NM 87410

Gentlemen:

The following is the deivation record for Southland Royalty Company's Hughes #2E well located in Section 23, T28N, R11W, San Juan County, New Mexico.

4445' 4960' 5460' 5940' 6260' 6457'

Sincerely,

SOUTHLAND ROYALTY COMPANY

L. O. Van Ryan

District Production Manager

LOWING CONTROL OF NEW YORK OF

State of New Mexico County of San Juan

The foregoing instrument was acknowledged before me this and day of December, 1980, by L. O. Van Ryan of Southland Royalty Company on behalf of said Company.

NOTARY BOND FILED WITH SECRETARY OF STATE My Commission Expires: 7-29-84

Krista D. Edwards

P.O. DRAWER 570 (505) 325-1841 FARMINGTON, NEW MEXICO SAGARY Public-NM