

Henry S. Birdseye

CONSULTING GEOLOGIST

P. O. BOX 8294

ALBUQUERQUE, NEW MEXICO

PHONE AL 5-4916

22 March, 1961

Re: Designation of Operator,
Lot 2 (NW $\frac{1}{4}$ NE $\frac{1}{4}$) Section
2, T29N, R14W, San Juan
County, New Mexico
N. M. Lease #B-11242

Mr. Emery C. Arnold
N. M. Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico


Dear Sir:

As the record lessee of New Mexico State Oil and Gas Lease #B-11242, I hereby designate Sunray Mid-Continent Oil Company as the operator and local agent, with full authority to act in my 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 Oil and Gas Operating Regulations with respect to the Northwest One-Quarter of the Northeast One-Quarter of Section 2, Township 29 North, Range 14 West, San Juan County, New Mexico.

Communitization of the East One-Half of Section 2, Township 29 North, Range 14 West is being prepared, and I have agreed to join in the said communitization of 320 acres, more or less, to be dedicated to the drilling of a Dakota well in the East One-Half of Section 2.

In case of default on the part of the designated operator, I will make full and complete compliance with all regulations and lease terms.

I agree promptly to notify the oil and gas supervisor of any change in the designated operator.


Henry S. Birdseye, Lessee
P. O. Box 8294
Albuquerque, New Mexico

HSB:lm

Copy: Mr. H. M. Stierwalt
Sunray, Farmington