## MERIDIAN OIL

West File

March 6, 1986

Mr. Charles Gholson New Mexico Oil Conservation 1000 Rio Brazos Road Aztec, New Mexico 87410

Re:

Federal PRI #1
O Section 11, T-29-N, R-12-W
San Juan County, New Mexico

Dear Mr. Gholson:

As per our telephone conversation today, we are anticipating an agreement with Producing Royalties, Inc., a working interest owner in this well, within a week. Subject to receiving this agreement, we are planning on commencing plugging operations on the subject well the week of March 17, 1986.

We hope this meets with your approval and thank for your cooperation in this matter.

Sincerely,

G. W. Brink

DCW:pd

