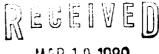


Production Department
Hobbs Division
Western Hemisphere Petroleum Division

Conoco Inc. P. O. Box 460 1001 North Turner Hobbs, NM 88240 (505) 393-4141



MAR 19 1980

Gentlemen:

Re: SEMU Eumont No. 109

U. S. GEOLOGICAL SURVEY HOBBS, NEW MEXICO

This refers to Form 9-331-C, Application to Drill, Deepen or Plugback accompanying this letter. The undersigned hereby states that he has personally notified 5 & W Cattle Co. , the owner of the surface estate on which the work is to be conducted, of the nature and extent of the work to be done inlcuding construction on the well site and pertinent roads and powerlines (if any) thereto. The undersigned further states that if the parties are unable to agree upon proper compensation for damage to the surface estate, work will proceed as proposed and negotiations will continue in an attempt to arrive at a mutually agreeable compensation.

It has been agreed, subject to change at that time, that upon abandonment of operations the road and location will be (ripped, left intact). Pits will be leveled and the area cleaned up.

State of New Mexico County of Lea

Subscribed and sworn to before me this /7^{7#} day of March

OFFICIAL

Notary Public

4-4-8