R & G DRILLING COMPANY, INC.

P. O. BOX 1848

FARMINGTON, NEW MEXICO

May 31, 195 7

Western Natural Gas Company 1006 Main Street Houston 2, Texas

Re: R & G Drilling Company, Inc. #36 Graham

Attention: Mr. P. E. Cosper

Gentlemen:

Due to surface obstruction location for the above mentioned well has been staked 660' F W L and 1800' F N L, Sec. 10, T27N, R8W, San Juan County, New Mexico.

Ey letter dated May 22, 1957, we requested consent of Skelly Oil Company for our drilling this unorthodox location. Skelly informs us that you are 50% owner and operator of the offset lease and requested that our request be directed to you.

If you have no objection to our drilling this location, kindly so indicate or the copy of this letter and return.

A copy of plat and our notice of irtention to drill are enclosed.

Very truly yours,

R & G DRILLING COMPANY, INC.

WCR:mr Enclosures William C. Russell, President

Location consented to:

Western Natural Gas Company