

HOBBS OFFICE O. C. C.

April 28, 1964

JUL 30 10 04 AM '64

Re: **LA Avenida State**
IN RE Section 24-222-222
San County, San Marino

J. E. Gans
Operator, Gans Salvage Totes Fuel Unit
P. O. Box 871
Indioh, Texas

Gentlemen:

Please consider this letter as your authority as Unit Operator to proceed with the plugging and abandonment of the above mentioned gas well.

The Unit will assume the responsibility of plugging this well in accordance with the rules and regulations of the San Marino Conservation Department and will file all notices. The expense of plugging will be borne, as follows: **Shenandoah Oil Corporation, 42.75%; Standard Oil Company, 42.75% and W. E. Smith 14.50%.**

All salvaged material will be taken into the unit stock at the current market price and credited to the future estimated amounts in the same proportion as the costs were shared.

If this is your understanding of the proposals as tentatively agreed to at the Operators Meeting on April 21, 1964, please sign one copy of this letter and return it to the attention of the undersigned.

Yours very truly,

SHENANDOAH OIL CORPORATION

J. E. Gans

J. E. Gans

RECEIVED THIS _____ DAY OF _____ 1964.

BY: _____

cc:

Mr. John G. Evans
Fourth Floor - Great Plains Life Bldg.
Indioh, Texas

Mr. W. E. Smith
512 Great Plains Life Building
Indioh, Texas