

## SANDERS OIL & GAS COMPANY

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May 10, 1993

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Energy, Minerals and Natural Resources Department Oil Conservation Division District II Drawer DD Artesia, NM 88210

Reference: Roswell (City of) 1 undesignated Pecos Slope, South City of Roswell , Lessor Section 29, Township 10 South, Range 25 East Chaves County, N.M.

Gentlemen:

In response to your earlier requests regarding our disposition of the subject well and lease.

This lease has, by it's own shut in terms, terminated. The nearest pipeline connection is the Enron high pressure main transmission line about 1 1/2+ miles to the southwest. The marginal potential of this well, the expenditure of constructing a line and installing a compressor could not be justified in consideration of the present and expected low natural gas prices.

We respectfully request that your office advise us as to the appropriate procedures to follow in plugging and abandoning the subject well.

If you have any questions, please contact us.

Respectfully,

Guera

C. W. Sanders Owner