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SOUTHERN NEW MEXICO ARCHAEOLOGICAL SERVICES, INC. P.O. Box I Bent, New Mexico 88314 Office (505) 67I-4797

February 5, 2000

Nadel and Gussman Permian, L.L.C. Mr. Gordon Barker 601 N. Marienfeld, Suite 508 Midland, Texas 79701

Dear Mr. Barker;

Enclosed is our cultural resource report for the following Nadel and Gussman Permian L.L.C. proposed project:

A Class III Cultural Resources Inventory The Proposed Atalaya Federal Number 3 Well Location and Access Road Section 35, T.17S., R.30E Eddy County, New Mexico

A records check was completed at the Bureau of Land Management, Roswell District, Carlsbad Resources Area Office, and the State of New Mexico Archaeological Records Management Section. The record check of T. 17S., R.30E., Section 35 and within one mile revealed seven previously recorded sites. During the current inventory, two isolated occurrences were encountered in the project area, recorded and all research potential exhausted in the field.

Archaeological clearance is recommended for the proposed Atalaya Federal Number 3 well location and access road, with no stipulations.

A copy of the report has been faxed to Ms. Rose Marie Havel of the Carlsbad BLM office, you may try contacting her for an earlier approval of your proposed well location.

We appreciate the opportunity to provide our services and look forward to working with your firm in the future. If you have any questions regarding the report, please do not hesitate to contact me. Thank you.

Sincerely, Grabne Stancles

Doralene Sanders Office Manager

CC: BLM Carlsbad Field Office (2) CC: Nadel and Gussman Permian L.L.C. (1)