Form C-110

OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO

Certificate of Compliance and Authorization to Transport Oil

Company or Operator Underwood and Sanders Lease Guy

Address Box 746, Artesia, New Mexico (Local or Field Office) Artesia, New Mexico (Principal Place of Business)

Unit D Wells No. 1 Sec. 10 T18S R29E Field Loco Hills County Eddy

Kind of Lease United States Government Location of Tanks On Lease

Transporter Texas-New Mexico Pipe Line Address of Transporter Artesia, New Mexico (Local or Field Office)

Houston, Texas (Principal Place of Business) Percent of oil to be transported 100% Other transporters authorized to transport oil from this unit are None %

REMARKS:

Oil sold to Sinclair Prairie Oil Marketing Company, Tulsa, Oklahoma.

The undersigned certifies that the above rules and regulations of the Oil Conservation Commission have been complied with except as noted above and that gathering agent is authorized to transport the percentage of oil produced from the above described property and that this authorization will be valid until further notice to the transporter named herein or until cancelled by the Oil Conservation Commission of New Mexico.

Executed this the 11th day of May, 1942

Underwood and Sanders
(Company or Operator)

By Forrest Warren

Title Bookkeeper

State of NEW MEXICO
County of EDDY } ss.

Before me, the undersigned authority, on this day personally appeared Forrest Warren known to me to be the person whose name is subscribed to the above instrument, who being by me duly sworn on oath states that he is authorized to make this report and has knowledge of the facts stated herein and that said report is true and correct.

Subscribed and sworn to before me, this the 11th day of May, 1942

Dorothy Quail nee Dorothy S. Black

Notary Public in and for Eddy County, MY COMMISSION EXPIRES MARCH 13, 1944

Approved: MAY 18 1942, 194

OIL CONSERVATION COMMISSION

By Roy Yarbrough

OIL & GAS INSPECTOR

(See Instructions on Reverse Side)

INSTRUCTIONS

This form shall be executed and filed in quadruplicate with the Oil Conservation Commission at Santa Fe, New Mexico, covering each unit from which oil is produced. A separate certificate shall be filed for each transporter authorized to transport oil from a unit. After said certificate has been approved by the Oil Conservation Commission, one copy shall be forwarded to the transporter, one copy returned to the producer, and two copies retained by the Oil Conservation Commission.

A new certificate shall be filed to cover each change in operating ownership and each change in the transporter, except that in the case of a temporary change in the transporter involving less than the allowable production for one month the operator shall, in lieu of filing a new certificate, notify the Oil Conservation Commission at Santa Fe, New Mexico, and the transporter authorized by certificate on file with the Commission, by letter of the estimated amount of oil to be moved by the transporter temporarily moving oil from the unit and the name of such temporary transporter and a copy of such notice shall also be furnished such temporary transporter. Such temporary transporter shall not move any more oil than the estimated amount shown in said notice.

This certificate when properly executed and approved by the Oil Conservation Commission shall constitute a permit for pipe line connection and authorization to transport oil from the property named therein and shall remain in full force and effect until

(a) Operating ownership changes

(b) The transporter is changed or

(c) The permit is cancelled by the Commission

If any of the rules and regulations of the Oil Conservation Commission have not been complied with at the time this report is filed, explain fully under the heading "REMARKS."

In all cases where this certificate is filed to cover a change in operating ownership or a change in the transporter designated to move oil, show under "REMARKS" the previous owner or operator and the transporter previously authorized to transport oil.

A separate report shall be filed to cover each producing unit as designated by the Oil Conservation Commission.