Panhandle Eastern Company

P. O. Box 67 • Loco Hills, New Mexico 88255 • (505) 677-2411

February 15, 1982

Mr. Jim Gillham or Mr. Charles Flaherty United States Geological Survey P. O. Drawer 1857 Roswell, New Mexico 88201

> Re: Ballard Grayburg San Andres Unit Tract No. 10, Well No. 8 NE/4 of NE/4 Sec. 5, T18S, R29E Eddy County, New Mexico

Dear Mr. Gillham or Mr. Flaherty,

Bogle Farms, Inc. is the surface owner of the above captioned location. On February 10, 1982 arrangements were made with Mr. Millard Derrick (Ranch Foreman for Bogle Farms, Inc.) for the drilling of this location. Upon final abandonment, this location will be cleaned, leveled and all pits backfilled.

No other restoration stipulations were required by Mr. Derrick.

Yours very truly,

Jerry E. Buckles, Area Supervisor

JEB/rk