

CITIES SERVICE OIL COMPANY

Box 1919 Midland, Texas 79701 Telephone (915) 684-7131

August 12, 1976 AUG 2 0 1976 ARTE COLOGICA

Mr. A. H. Barron 1502 E. Wieding Rd. Tucson, Arizona 85706

Dear Mr. Barron:

Cities Service Oil Company is proposing to drill a gas well at a location 660' from the south line and 1980' from the west line of Section 20-21S-27E, Eddy County, New Mexico. The well will be named Cities Service Oil Company's Elizondo Federal "A" No. 3. I am attaching a map that shows our present road system in the area with a dashed red line indicating our proposed route to the lo-cation.

As the owner of all the surface and minerals in the W/2 of the SW/4 of Section 21, it is the purpose of this letter to request your permission to build the road along the south edge of your property and to propose a settlement for right-of-way and damage. The portion of road on your property is 1320' long (80 rods) and will be 12' wide.

I am authorized to offer you the following:

\$160.00 for 80 rods of ROW at \$2.00/rod \$160.00 for 80 rods pasture damage at \$2.00/rod \$320.00 total

If you are willing to accept this settlement of \$320.00, please sign the carbon copy of this letter that is attached and return it to me in the stamped addressed envelope.

Upon your acceptance of this offer, a draft in the amount of \$320.00 will be mailed to you.