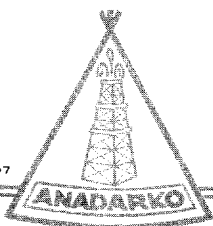


GENERAL OFFICE
P. O. BOX 9317
FORT WORTH, TEXAS 76107



ANADARKO PRODUCTION COMPANY

1014 W. AVENUE K
AREA CODE 505 396-4018

LOVINGTON, NEW MEXICO 88260
CABLE ADDRESS: ANDARK

RECEIVED

JUL 18 1977

O. C. C.
ARTESIA, OFFICE

P. O. Box 67
Loco Hills, New Mexico 88255
July 15, 1977

Mr. Bill Gressett
New Mexico Oil Conservation Commission
P. O. Drawer DD
Artesia, New Mexico 88210

Dear Sir:

Last week Anadarko submitted an application to drill Pardue Farms Well No. 1 which you are holding.

The gas from this anticipated producer has not been committed

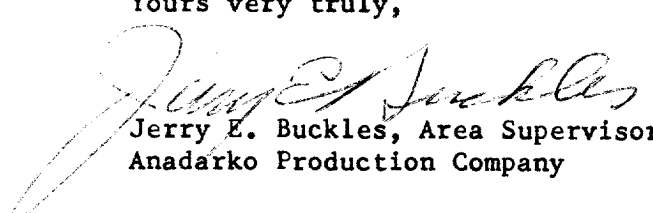
On the back of the Survey Plat we listed the working interest owners.

Following is a list of the Royalty Owners of this Drill Site Tract:

Marilyn T. Joyce Spurr
Dorothy Swigart Carlson
Pardue Farms
Leona L. Stagner
Kugeler Brothers
Carmex, Inc.
Merland, Inc.
Alton M. Blanton
Bohban Hallas, Trustees for E. C. Phillips Estate
First National Bank of Birmingham, Alabama, Trustee for J. M. Phillips Estate
Melton Winfield
James Melton Winfield
Jerry Phillips Winfield
Rex L. Retherford
Samuel Trace
Marian Tracy Lelevier
Michael Grace

Your prompt approval of this "Application to Drill" will be appreciated.

Yours very truly,


Jerry E. Buckles, Area Supervisor
Anadarko Production Company

JEB/rk