

El Paso
Natural Gas Company

634
CERC
ONE PETROLEUM CENTER BUILDING TWO
3300 NORTH PA STREET
MIDLAND, TEXAS 79705

September 27, 1988

Petrus Oil Company, L.P.
12377 Merit Drive, Suite 1600
Dallas, Texas 75251

RECEIVED

MAR 27 '89

Attention: Mr. Pat J. Doyle

W. L. D.
ARTESIA, OFFICE

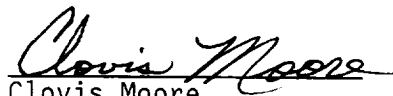
Construction of Facilities Contract, dated September 27, 1988, to connect the Petrus Oil Company, L.P. - Brantley "B" #1 into the 8-5/8" O.D. line that serves the Amoco Production Company - Teledyne 17 #1 in the SE/4 of Section 24, T-23-S, R-28-E, Eddy County, New Mexico.

Enclosed please find a Letter Agreement between El Paso Natural Gas Company ("El Paso") and Petrus Oil Company, L.P. ("Petrus") calling for the construction of the facilities as referenced.

As noted on the attached cost estimate, the estimated cost of construction is \$30,280 (Thirty thousand two hundred eighty dollars). Please remit to El Paso the necessary Bond or Letter of Credit in the amount of \$30,280 and both original counterparts of the Construction of Facilities Agreement. I will obtain execution of the contract by El Paso and return one original to you for your files.

To expedite construction of the necessary facilities, please return all documents to me as soon as possible.

Sincerely,


Clovis Moore
Well Tie Coordinator