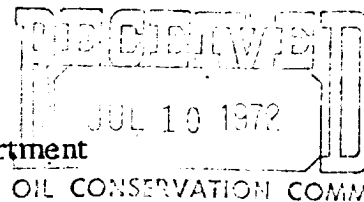


L PASO NATURAL GAS COMPANY

Memorandum

To Mr. L. G. Truby
From: F. Norman Woodruff

Date: July 6, 1972
Place: Proration Department



Confirming my discussion with you, on July 5th I discussed with Dan Nutter of the NMOCC Santa Fe Office our Sundance Federal No. 1 Well. After describing to Mr. Nutter the circumstances involved with our completion of this well and telling him that we wished to commingle the production from the Atoka and Morrow zones from the Pennsylvanian formation, he stated that he was agreeable and advised that we should file our reports on the well showing it as a Pennsylvanian formation completion rather than a dually completed well in the Atoka and Morrow.

Mr. Nutter stated that he would phone Bill Gressett in their Artesia office and tell him that this well has been approved for production as a single Pennsylvanian formation completion.

I will appreciate your passing this information on to your people and calling upon us if we can be of any further aid in this matter.

FNW:mgs
CC: Mr. E. J. Cole
Mr. D. S. Nutter ✓