

ROBERT E. BOLING

EXPLORATION CONSULTANT

ARTESIA, NEW MEXICO - 88210

February 27, 1985

Bureau of Land Management P. O. Box 1778 Carlsbad, New Mexico 88220

Attention: Mr. Charles Dahlen

Re: Amoco Production Company Federal "AZ" well No. 1, 2080' FSL & 660' FEL Section 29, T26S R30E, Eddy County, New Mexico

Gentlemen:

BBC, Inc. is the owner of SWD Right-of-Way NM 58368 and OCD Order R-7781, a copy of which is attached, the combination of which gives BBC, Inc. the right to dispose of salt water into the Delaware Sand.

In compliance with the special stipulations made a part of the Right-of-Way this is to advise that BBC, Inc. plans to commence operations to convert the captioned well to a salt water disposal well on or about five days from this date.

Yours very truly,

BBC, INC.

By: Robert E. Boline

Vice-President

REB:scp

cc: New Mexico Oil Conservation Division P. O. Drawer DD Artesia, New Mexico 88210