P. O. Box 965 Farmington, New Mexico

July 20, 1976

Southern Union Gas Company 1700 Patterson Street Burt Building Dallas, Texas

PE: Santa Po 078424

Centlemen:

Receipt is acknowledged of your "Notice of Intention to Drill" dated July 19, 1956 covering your well No. 51 San Juan 29-7 Unit in SW2 sec. 21, T. 29 N., R. 7 W., N. M. P. M., Rio Arriba County, New Mexico, Blance pool.

Your proposed work is hereby approved subject to compliance with the provisions of the "Oil and Gas Operating Regulations" revised May 25, 1942, a copy of which will be sent to you on request, and subject to the following conditions:

- 1. Drilling operations so authorised are subject to the attached sheet for general conditions of approval.
- 2. Furnish copies of all legs.

Very truly yours.

Section 1. Notes of the

P. T. McCrath District Engineer

PTMcGrathsal

COPY TO Q.C.C.