UNITED STATES GEOLOGICAL SURVEY P. O. Box 959 FARMINGTON, NEW MEXICO 87401

ATTENTIONS MR. P. T. HOGRATH

DEAR SIRE

SOUTHERN UNION PRODUCTION COMPANY DESIRES TO DRILLA FRUITLAND THIS WELL IS LOCATED 1496 FEET FROM THE NORTH LINE AND 1826 FL FROM THE BEST LINE OF SECTION 23, TOWNSHIP 31 NORTH, RANGE 9 M N.M.P.M., SAN JUAN COUNTY, New MEXICO.

THE PROPOSED WELL SITE IS LOCATED ON AN EXISTING LEASE ROAD SO THAT NO NEW OR ADDITIONAL ROAD CONSTRUCTION WILL BE NECESSARY TO OBTAIN ACCESS TO THE NEW LOCATION. NO TANK BATTERIES OR FLOW LINES WILL BE USED AT THE PRESENT TIME. DRILLING MATER WILL BE COTAINED FROM THE SAN JUAN RIVER. WASTE WILL BE DISPOSED OF BY BEING PLACED IN THE RESERVE PIT WHICH WILL BE REFILLED AND RETURNED TO ITS HATURAL STATE AT THE COMPLETION OF OPERATIONS. A TRAILER HOUSE WILL BE PLACED ON THE LOCATION FOR THE USE OF PERSONELL WHILE DRILLING AND COMPLETION OPERATIONS ARE BEING COMMUNITED. NO AIRSTRIPS ARE TO BE CONSTRUCTED.

THE ATTACHED PLAT SHOWS THE POSITION IN WHICH THE RIG, MUD TANKS, RESERVE PITS AND PIPE BACKS WILL BE LOCATED. AFTER DRILLING OPERATIONS HAVE BEEN FINISHED THE LOCATION WILL BE CLEANED AND BLADED.

SHOULD ADDITIONAL INFORMATION BE DESIRED PLEASE ADVISE.

YOURS VERY TRULY,

SOUTHERN UNION PRODUCTION CO.

Original signed by GILBERT D. NOLAND, JR.

GILBERT D. NOLAND, JR. DRILLING SUPERINTENDENT

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