



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

February 6, 1984

Mr. Pat L. Shanahan
Beta Development Co.
P.O. Box 1659
Midland, TX 79702

Re: Mary Shephard #1 K-10-30N-11W

Dear Mr. Shanahan:

I have been approached by the Mahan family concerning non-payment of royalties. Their property, as described on the attachments, was force pooled by order R-2289 into the proration unit of the referenced well. Please review your records and notify us as to whether or not the appropriate royalties were paid before the well was plugged.

If you have any questions, please contact this office.

Sincerely,

A handwritten signature in cursive script, appearing to read "Frank T. Chavez".

Frank T. Chavez
District Supervisor

FTC/dj

Warranty Deed

(Joint Tenants)

THIS INDENTURE, Made this 20th day of September, 1946 between

Porter A. Smith and Bessie C. Smith, husband and wife

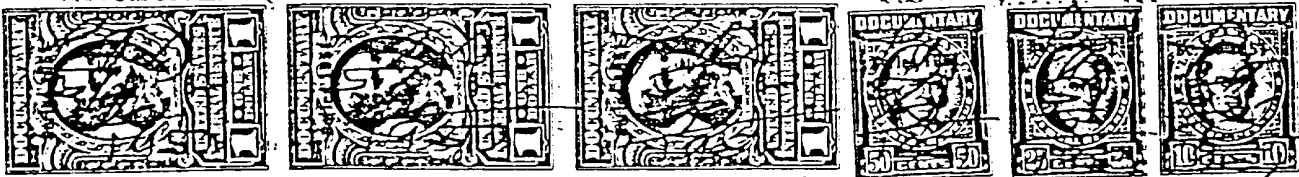
parties of the first part, and William O. Mahan and Thelma L. Mahan, Husband and wife

and the survivor of them, parties of the second part;

WITNESSETH: That the parties of the first part, for and in consideration of the Sum of One Dollar, to them in hand paid, the receipt whereof is hereby acknowledged, and other good and valuable considerations, do hereby bargain, grant, sell and convey unto the said parties of the second part, not in tenancy in common, but in joint tenancy, the survivor of them, their assigns, and the heirs and assigns of such survivor, forever, all the following described real estate situate in the County of San Juan State of New Mexico, to-wit:

Beginning 260 feet South of the Northeast (NE) corner of the Northwest Quarter of the Southwest Quarter (NW $\frac{1}{4}$ SW $\frac{1}{4}$) of Section Ten (10), Township Thirty (30) North, Range Eleven (11) West, N.M.P.M., and running thence South 180 feet, thence North 84° 40' West 373 feet, thence North 24° 30' East 162 feet, thence East 278 feet to the point of beginning, containing One and One-fourth (1 $\frac{1}{4}$) acres more or less, and

Beginning at the Southeast (SE) corner of the Southwest Quarter of the Northwest Quarter (SW $\frac{1}{4}$ NW $\frac{1}{4}$) of said Section 10, Township and Range aforesaid, and running thence North along the East line of said Southwest Quarter Northwest Quarter (SW $\frac{1}{4}$ NW $\frac{1}{4}$), 336 feet to point marked with a stone, thence South 24° and 30' West 625 feet to a stone, thence East 278 feet to the East line of the Northwest Quarter Southwest Quarter (NW $\frac{1}{4}$ SW $\frac{1}{4}$) of said Section, Township and Range, thence North 260 feet to place of beginning, containing 2 acres more or less, together with all water, ditch, lateral and waste ditch rights pertaining to said land.



Together with all and singular the tenements, hereditaments and appurtenances thereunto belonging or in anywise appertaining, and the rents, issues and profits thereof, and all of the right, title, and interest of the said parties of the first part in and to said premises either in law or in equity.

TO HAVE AND TO HOLD all and singular the said premises, together with the appurtenances unto the said parties of the second part, the survivor of them, their assigns, and the heirs and assigns of such survivor, forever;

And the said parties of the first part, for themselves and their heirs and assigns, covenant and agree to and with the said parties of the second part, the survivor of them, their assigns, and the heirs and assigns of such survivor, that at the time of ensealing and delivery of these presents, they are well seized of the above conveyed premises, of a good, sure, perfect, absolute and indefeasible estate in fee simple, and have good right, full power and lawful authority to grant, bargain, sell and convey the same in manner and form aforesaid; and that the same is free and clear from all former and other grants, bargains, sales, taxes, assessments, and incumbrances of what kind and nature soever; and the above bargained premises in the quiet and peaceable possession of the parties of the second part, the survivor of them, their assigns, and the heirs and assigns of such survivor, against all and every person or persons lawfully claiming or to claim, the whole or any part thereof

Grantees assume the taxes for the year 1946.

the said parties of the first part shall and will warrant and forever defend.

IN WITNESS whereof, the said parties of the first part have hereunto set their hands and seals the day and year first above written.

STATE OF NEW MEXICO

Porter A. Smith (Seal)
Bessie C. Smith (Seal)