El Paso Natural Gas Company

El Paso, Jexas 7997.

April 16, 1974

Mr. Emery C. Arnold
State of New Mexico
Oil Conservation Commission
Aztec, New Mexico 87410

Re: Carmahan #1 Well
T-30-N, R-12-W, Sec. 35: E/2

Dear Mr. Arnold:

El Paso Natural Gas Company and Merrion and Bayless have reached agreement concerning ownership of future production from the captioned well. Please regard this letter as evidencing our permission for you to authorize Merrion and Bayless to begin producing the well as well as to release runs from previous production.

Yours very truly,

D. N. Canfield

Manager

Land Department

Energy Resource Development

San Juan County, New Mexico

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