Q1002/002

Natural Gas Pipeline Company of America

A Kinder Morgan, Inc. Company 301 South Polk St., Suite 500 Amarillo, TX 79101

December 3, 2001

Mr. Mike Gray Concho Oil & Gas Co. 110 W. Louisiana, Suite 410 Midland, TX 79701

Re.:

Encroachment Permian Basin Line

PBNM-142 Lea Co., NM

Dear Mr. Gray: -

Please be advised that Natural Gas Pipeline Company of America is the holder of a valid Right of Way Agreement dated April 19, 1967 and recorded at Book 305, Page 603, of the records of the Lea County Clerk, the centerline being described by metes and bounds crossing land out of Section 6, Township 16 South, Range 34 East, Lea County, New Mexico. This easement contains a strip of land 37.5 feet on either side of the centerline description. Pursuant to the terms of the ROW Agreement, NGPL will not allow construction of facilities on the surface of the defined ROW width, including but not limited to a well pad or drilling site location.

Should you need any further information please contact me at (806) 379-2041, Ext. 235.

Sincerely

James B. Connors

Sr. Agent, Land & ROW

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BEFORE THE
OIL CONSERVATION DIVISION
Case No.12775 Exhibit No.— A-L
Submitted By:
Concho Resources, Inc.
Hearing Date: December 6, 2001