SAUSTY MARKETERS, INC. 9525 KATY ROAD SUITE 211 HOUSTON, TEXAS 77024 (713) 465-9418

APR - 6 1979

O. C. C. ARTESIA, OFFICE

R. E. GALBRAITH

April 4, 1979

Mr. Bill Grissett
New Mexico Oil Conservation
Commission
P.O. Drawer DD
Artesia, New Mexico 88210

RE: Gas Well Connection Notification Chaves County, New Mexico

Dear Mr. Grissett:

Attached please find three copies of "Notice of Gas Connection" for three wells in Chaves County, New Mexico. These three wells are operated by Wainoco Oil & Gas Company. SaGASity Marketers gathers the gas for Wainoco and delivers it to El Paso Natural Gas Company approximately six miles to the northeast. It is my understanding that so far as the New Mexico Oil Conservation Commission is concerned SaGASity will be the "Purchaser" of the gas. In reality SaGASity will take care and custody of the gas at the well and will deliver it to El Paso who purchases the gas from Wainoco.

Each month SaGASity will file "Gas Purchasers Monthly Report", New Mexico Oil Conservation Form C-111 with your office. We would appreciate being advised the number of copies that should be filed and if there is a due date on such filings.

By copy of this letter and its attachments we are notifying Wainoco that the Gas Connection Notice has been filed.

Please advise if any additional information is required.

Sincerely,

Original Signed By R. E. Galbraith

R.E. Galbraith

REG/few Attachments

cc: Mr. Buford Koehler

Mr. Ed Pharris