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RAMISELY PETIROLEUM CO.

P. O. BOX 11446

ALBUQUERQUE, NEW MEXICO 87192 505 299-6048 MS 23 30

O. C. D.

March 19, 1990

Mr. Stan Davis
Bar - VS Company
Star Route, Box 238
Animas, New Mexico 88020

RE: Restoration work of pits and location of the #1-25 well, Section 25, 27S, 17W, Hidalgo County, N.M.

Dear Mr. Davis:

Confirming our telephone conversation of today regarding the completion of the above captioned work, I accept your flat price totaling \$3,000.00 as a turnkey price to include all equipment, labor, travel, materials, insurance, welding, and all taxes.

It is my understanding you have talked with the State representative in Artesia, New Mexico, and you will accomplish this work as per their instructions.

You stated you would remove the barbed wire, the steel posts, and the black plastic pipe, and store them in your yard in Playas. As agreed, when you have completed all the work please telephone Mr. Bill Harman at the Phelps Dodge Smelter who stated he would promptly inspect the location on behalf of Phelps Dodge.

It is my understanding you will perform this work March 23 and 24, 1990.

I look forward to meeting you on my next trip to Playas. Thank you for your consideration and assistance.

Yours truly,

ABR:10

cc: Mr. Bill Harman cc: O.C.D.Artesia,NM Attn.Mike Williams.

