

November 26, 1979

Mr. and Mrs. Tom Gainer
P. O. Box 65
Kenna, New Mexico 88122

RE: T-8-S, R-32-E, NMPM
CHAVES COUNTY, NEW MEXICO
Sec. 4: S/2

Dear Mr. and Mrs. Gainer:

This letter shall serve as a confirmation of our agreement regarding our use of the surface of the above land in connection with our proposed drilling and producing operations thereon.

We agree to pay you the following amounts:

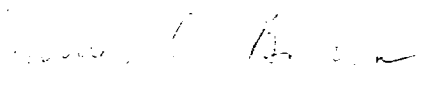
1. \$1000.00/drilling location. Any tank battery necessitated by our operations shall be located on a drilling location.
2. \$4.00/rod for roads.

We agree to level all pits as soon as possible following the cessation of drilling operations. The location and roads built by us shall otherwise remain intact.

Please acknowledge our agreement by signing a copy of this letter and returning it to us. We have enclosed a stamped, self-addressed envelope to facilitate your reply. Our surface damages draft will be mailed to you when work on the location is begun. If you have any questions, please feel free to call me.

Yours truly,

ADAMS EXPLORATION COMPANY


James C. Brown

JCB/jpk

Mr. and Mrs. Tom Gainer
November 26, 1979
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AGREED TO AND ACCEPTED

THIS 5 DAY OF Dec, 1979

Tom Gainer
Tom Gainer

Mrs. Tom Gainer
Mrs. Tom Gainer

RECEIVED

FEB 19 '80

OIL CONSERVATION DIV.

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