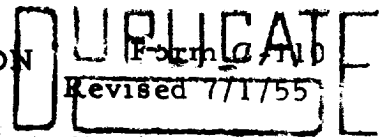


NEW MEXICO OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO



(File the original and 4 copies with the appropriate district office)

CERTIFICATE OF COMPLIANCE AND AUTHORIZATION
TO TRANSPORT OIL AND NATURAL GAS

Company or Operator Graridge Corporation Lease Cap Unit

Well No. 8-12 Unit Letter L S 3 T 13S R 32E Pool Caprock Queen

County Lea Kind of Lease (State, Fed. or Patented) Patented to S. L. Williams

If well produces oil or condensate, give location of tanks: Unit M S 3 T 13S R 32E

Authorized Transporter of Oil or Condensate Service Pipe Line Company

Address Box 377, Midland, Texas
(Give address to which approved copy of this form is to be sent)

Authorized Transporter of Gas None

Address _____
(Give address to which approved copy of this form is to be sent)

If Gas is not being sold, give reasons and also explain its present disposition:

No Market

Reasons for Filing: (Please check proper box) New Well ()

Change in Transporter of (Check One): Oil () Dry Gas () C'head () Condensate ()

Change in Ownership () Other see remarks (X)

Remarks: (Give explanation below)

This well on S. L. Williams fee land was operated by Graridge Corporation as their Williams Fee No. 1. Effective March 1, 1958, it became part of the North Caprock Queen Unit and will/operated by the Graridge Corporation as Cap Unit No. 8-12.

The undersigned certifies that the Rules and Regulations of the Oil Conservation Commission have been complied with.

Executed this the 22 day of March 19 58

By T. A. Ford T. A. Ford

Approved APR 1 1958 19

Title Asst. Prod. Supt.

OIL CONSERVATION COMMISSION

Company Graridge Corporation

By E. Fischer

Address Box 752

Title Engineer District 1

Breckenridge, Texas