



FOY BOYD ASSOCIATES, INC.

ONE MARIENFELD PLACE - SUITE 290

PHONE (915) 684-7877

MIDLAND, TEXAS 79701

October 20, 1982

Sage Energy Company
909 NE Loop - Ste. 700
San Antonio, Texas 78209

Re: Salt Water Disposal
Sage Oil Company
Shell-State #1-SWD
Unit K, Sec. 32, T-14-S, R-34-E
Lea County, New Mexico

Gentlemen:

Attached is a waiver and a New Mexico Oil Conservation Form C-108, with attachments, which makes application to dispose of produced water into a porous formation, non-productive of oil or gas. If you have no obligations to the approval of this application, please indicate so by signing the attached waiver and forwarding it to the New Mexico Oil Conservation Commission in the enclosed envelope.

Should you have any questions or require additional information or data, please let us know at the earliest possible time.

Yours very truly,

FOY BOYD ASSOCIATES, INC.

John W. Mulloy - Agent
Sage Oil Company

P 265 181 288

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED -
NOT FOR INTERNATIONAL MAIL

(See Reverse)

SENT TO <i>Sage Energy</i> <i>909 NE Loop - Ste 700</i> <i>San Antonio, TX 78209</i>		POSTAGE <i>37</i>		TOTAL POSTAGE <i>172</i>	
OPTIONAL SERVICES RETURN RECEIPT SERVICE ELECTRONIC DELIVERY SPECIAL DELIVERY		CERTIFIED MAIL REGISTERED MAIL PRIORITY MAIL PRIORITY MAIL PLUS		POSTMARK OF DATE <i>1982</i>	
CONSULT POSTMASTER FOR FEES		75		60	