

Anadarko

December 5, 1984

Terry B. Bacon
P. O. Box 849
Lovington, NM 88260

Re: Surface Restoration
Ferguson #1 Well
N/2 Sec. 22, T13S-R38E,
Lea County, New Mexico

Dear Mr. Bacon:

We have received word from our area office that you have agreed to meet the low bid by Globe Construction Company, a copy of which is attached, in the amount of \$29,932.00 for surface restoration on the Ferguson #1 Well located on referenced acreage on which you are the surface owner. Your acceptance is in accordance with the right of first refusal granted under Article 6 of our agreement dated July 30, 1984.

If the above is in accordance with your understanding and acceptable to you, please indicate same by signing one copy of this letter in the space provided below and attaching it to the endorsed draft in the amount of \$29,932.00 and depositing both in your bank for collection. It is understood that your execution of this letter and the enclosed draft releases Anadarko Production Company from any further liability for removal of caliche, filling of pits or any work related to restoring the surface of the land to its original condition prior to the drilling of our Ferguson #1 Well located thereon and that you shall seek no further compensation for damages or cleanup operations over and above the aforementioned \$29,932.00.

Thank you for your cooperation in the above.

Very truly yours,

W. F. Shackelford
W. F. Shackelford

WFS/jad
Enclosure

AGREED and ACCEPTED this 7TH day of DECEMBER, 1984
~~January, 1985~~

By: *Terry B. Bacon*
Terry B. Bacon

FOR COLLECTION ONLY

DM - 01033

LEASE NO. _____

SUBJECT TO APPROVAL, INCLUDING, WITHOUT LIMITATION
APPROVAL OF TITLE AND TERMS
OF INSTRUMENT DESCRIBED BELOW:
Five Days Sight

December 4, 1984

PAY TO Mr. Terry B. Bacon, Box 849, Lovington, New Mexico 88260

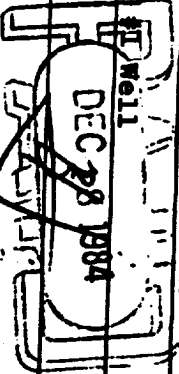
\$ 29,932.00

Twenty Nine Thousand Nine Hundred Thirty Two & no/100--Midland, Texas

PAYMENT FOR Surface Restoration for the Ferguson

IT Well

DOLLARS



COLLECTION SERVICE

SEC. 22 TWP. 13S. R. 38E. COUNTY. 12A
AREA & FUNCTION SUB ACCOUNT
OR AFE NO. 2362 OR LOC. NO.

STATE OF New Mexico

TO ANADARKO PRODUCTION COMPANY
THROUGH
FIRST NATIONAL BANK
MIDLAND, TEXAS

116303662

BY *W. F. Shackelford*
W. F. Shackelford

NO ALTERATION OF THE PRINTED FORM OF THIS DRAFT WILL BE ACCEPTED.

Pay to the Order of Any Bank or Banker
for Collection and Remittance
All Prior Endorsements Guaranteed

DEC -7 1984

LIBERTY NATIONAL BANK—LOVINGTON

PAYEE ENDORSEMENT

1 James B. Bacon
465-50-9909
SOC. SEC. OR I.R.S. NO.

2 _____
SOC. SEC. OR I.R.S. NO.

3 _____
SOC. SEC. OR I.R.S. NO.

ADDRESS

1 Rt 1 Box 418-Lovington
N.J. 08260

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