ELK OIL COMPANY

JOSEPH J. KELLY PRESIDENT

BOX 310 ROSWELL, NEW MEXICO 88202 (505) 623-3190

April 3, 1998

State of New Mexico Commissioner of Public Lands Post Office Box 1148 Santa Fe, New Mexico 87504-1148

Attention: Scott Dawson

Re: Communitization Agreement PowerPro "20" #1 Section 20-17S-35E Lea County, New Mexico

Gentlemen:

Enclosed please find two fully executed Communitization Agreements for the above referenced, along with our check in the amount of \$30.00, for filing fees.

Please return one fully approved copy for our files at the above address.

Thank you for your time in handling this matter. If there are any questions, please advise.

Yours very truly,

ELK OIL COMPANY

Joseph J. Kelly President

JJK/jgb Enc.

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95-226/1122

FOR

PAY
TO THE ORDER OF State of New Mexico - Commissioner of Public Lands

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ELK OIL COMPANY

DATE___4/03/98

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Communication Agreement on PowerPro "20" #1

"OO3531" "1112202262" O7 O124494 9"