A CONTRACT OF A

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

112: -2-144 SK-

GARREY CARRUTHERS

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

RE: Proposed: MC DHC NSL ★ 5 & NSP SWD WFX PMX

Gentlemen:

I have examined the application for the:

Lease & Well No. Unit S-T-R von USA Operator

and my recommendations are as follows:

Yours very truly, Jerry Sexton

Supervisor, District 1

/ed