

Ronald G. Crouch Right of Way Agent Right of Way and Claims Conoco Inc. 10 Desta Drive Suite 651W Midland, Texas 79705-4500 (915) 686-5587

July 16, 2001

Department of the Interior Bureau of Land Management 620 East Greene Carlsbad, New Mexico 88220

Re: Settlement letter for well location and appurtenances Warren Unit #148 Section 25, T20S, R38E Lea County, New Mexico

Dear Mr. Hunt

Conoco Inc. will reach a damage settlement agreement with the surface owner, being Robert McCasland before construction begins of the above referenced location and appurtenances.

Please call me at 915-686-5587 if you have any questions concerns.

Sincerely yours,

Cim UU

Ronald G. Crouch Right of Way Agent



WILL BE RELEASED CONFIDENTIAL LOGS INDICATE WHEN ABOVE DATE DOES NOT ELF C 7