

THE SUPERIOR OIL COMPANY

P. O. BOX 1900
MIDLAND, TEXAS 79701

November 16, 1973

Mr. A. R. Brown
U.S.G.S. District Office
P. O. Box 1157
Hobbs, New Mexico

Re: Government "H" Com No. 1
1980' FNL & 1980' FEL
Section 10, T-21-S, R-32-E
Hat Mesa Field Area
Lea County, New Mexico

Dear Sir:

Regarding the above captioned proposed 14,500' well, we plan to operate and oversee this operation and abide by environmental guidelines as follows:

1. Proposed road into drilling pad is shown on Exhibit "A" and existing highways and roads are shown on Exhibit "B".
2. Size of drilling pad and pits relative to roads are shown on Exhibit "C".
3. Proposed Government "H" Com No. 1 Well is located approximately 5300 feet west from nearest completed well which is Phillips Hat Mesa Com No. 1, located in the SW NE Section 11, T-21-S, R-32-E. The Phillips well is tied into and producing gas to pipeline.
4. Source of water supply for drilling: Water will be hauled by truck.
5. Trash on location will be put in reserve pit and covered with dirt.
6. If well is plugged and abandoned, earth pits will be filled with dirt and location restored to original contour.
7. If well is completed as a producer, earth pits will be filled with dirt and location restored. Tank battery will be located as shown on Exhibit "C" and any produced water will be stored in tank until hauled to an approved disposal well.
8. Development plans: None other than proposed Government "H" Com No. 1.