

Water Resources Division
 P.O. Box 4217
 Albuquerque, New Mexico 87106
 July 18, 1966

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Mr. Leo Williams on
 Mobil Oil Company
 P.O. Box 633
 Midland, Texas

Subject Well: No. 1 North Custer Mountain Unit, 660 FNL and
 1980 FNL Sec. 28, Township 23 South, Range 13
 East, Lea County, New Mexico

Dear Mr. Williams on:

The New Mexico District, Water Resources Division of the United States Geological Survey, agrees to accept all responsibility incidental to the subject well including the future plugging of the subject well in accordance with the New Mexico Oil Conservation Commission's Regulations, without additional cost to Mobil Oil Co., provided that:

Mobil Oil Company agrees, as evidenced by the signature of an authorized representative, to give and transfer all of their rights, title and interest in the subject well, including any rights of ingress and egress to the subject well which may be owned by Mobil Oil Company, together with the casing in the subject well, to the New Mexico District, Water Resources Division of the United States Geological Survey, for use as a water-level observation well. Mobil Oil Company further agrees to plug the subject well back to 12,840 feet in accordance with the New Mexico Oil Conservation Commission's Regulations, thus leaving approximately 500 feet of uncased hole.

Yours truly,

William F. Hale, District Chief
 U.S. Geological Survey, WRD
 Albuquerque, New Mexico

Approved by:

As Authorized Agent for Mobil Oil Co.

cc: Powers, Huttar, Raney, Hays, Zbar