El Paso Watural Gas Company

El Paso, Texas

March 17, 1961

ADDRESSHREPLY TO-1006 MAIN STAFET FORM 1801 HOUSTON 2 TEXAS

Texaco, Inc. Box 3109 Midland, Texas

Attention: Mr. R. F. Naul

Re: C. W. Shepherd Lease, Lea County, New Mexico

Gentlemen:

This will have reference to your letter of March 9, 1961, requesting that we connect casinghead gas presently flaring from the #A-3 well located on the captioned lease.

This is to advise that we have initiated the necessary steps to extend our low pressure gathering system to the well. Due to the length of this extension and our experience in the area, it is very unlikely that our connection will be completed prior to your present no-flare dead-line of April 9, 1961.

Very truly yours,

R. E. Johnson

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ILLEGIBLE

REJ:ac