

District Engineer  
U. S. Geological Survey

Gentlemen:

Re: Jack B-17 No. 7

This refers to the attached Form 9-331C, Application to Drill, Deepen or Plugback. The undersigned hereby states that he has personally notified Clyde N. Cooper, the owner of the surface land on which the work is to be conducted, of the nature and extent of the work to be done including construction on the well site and pertinent roads thereto. The undersigned further states tht the parties have been unable to agree upon the proper compensation for damage to the surface estate and that therefore, it is proposed to proceed with the work and that negotiations will continue in an attempt to arrive at a mutually agreeable compensation. In the event the parties are unable to agree the matter will be finally determined by arbitration or litigation.

It has been agreed, subject to change at that time, that upon abandonment of operations the roads shall be (ripped ~~or left intact~~) and the pad shall be (ripped ~~or left intact~~).

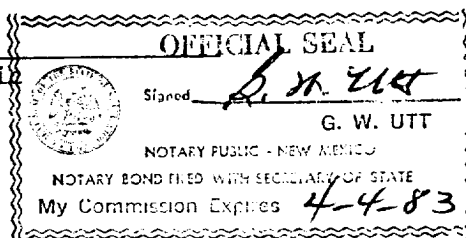


STATE OF NEW MEXICO  
COUNTY OF LEA

Subscribed and sworn to before me this 3rd day of January, 1980

Notary Public

My commission expires



FEB 5 1989