Mr. C. L. Wade Area Superintendent Tidewater Oil Company P. O. Box 249 Hobbs, New Mexico 88240

Re: Santa Fe "E" Well

No. 1

Dear Mr. Wade:

I definitely plan to go ahead and complete the No. 1 well as originally outlined and as ammended by the Commission. However, I know you realize it is a big and expensive job. I had the water level tested and it is only about 300' in the hole, so there is little chance of any great volume or any damage, since there is a valve at the well head which I assume is properly cased.

It is my intention to cooperate in every way which I am sure it is yours.

With best regards, I am

Very truly yours,

W. A. Schmid, Jr.

President

WASJr:ac

cc:

Mr. Emery C. Arnold Supervisor, District III Oil Conservation Commission 1000 Rio Brazos Rd. Aztec, New Mexico

DEC 1 2 1966 OIL CON. COM. DIST. 3