

TESORO PETROLEUM CORPORATION

533 BUSBY DRIVE

512-TAYLOR 4-0261

SAN ANTONIO, TEXAS 78209

December 27, 1966

Mr. Emery C. Arnold
State of New Mexico
Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87410

Dear Mr. Arnold:

P -1-17N-9W

We have completed our deepening operations on our Santa Fe Well No. 72 in the Hospah Field, McKinley County, New Mexico. It appears that we have a commercial well.

We are enclosing Forms Nos. C-103, C-104 and C-105 as required by the New Mexico Oil Conservation Commission rules and regulations. You will note that we did not run a deviation survey at the bottom of the hole as it was deepened only 22 feet.

We wish to use a LACT Unit for this well and have discussed this matter with Shell Pipeline Corporation. They have no objection and will write us to that effect. According to the rule booklet, it will be necessary for us to file Form C-106 before a LACT Unit can be utilized. We seem to be out of these forms and would appreciate your sending some to us as soon as possible.

If you will recall, we requested a 53-acre allocation to this well which you subsequently changed to 40 acres to facilitate producing this well as soon as possible, and we appreciate your doing this for us. If at some future date we should wish to change the outlines of the acreage allocation to the well, following a geological study, would this be possible?

Please advise if you will need any forms in addition to those attached and the Form C-106.



Yours very truly,

Harold Vagtborg, Jr.
Harold Vagtborg, Jr.

HV:lt
Attachments