NEW MEXICO

OIL CONSERVATION COMMISSION

AZTEC, NEW MEXICO

June 19, 1957

Honolulu Oil Company P.O. Drawer 1391 Midland, Texas

Att: Mr. George Hoy

Re: Honolulu Oil Company #5 Jicarilla NEt Section 4-26N-4W, Rio Arriba County

Dear Mr. Hoy:

We have received a copy of Federal Form for Notice of Intention to Deepen on your #5 Jicarilla-Apache well. We note that it is your intention to dually complete this well in the Mesaverde and Pictured Cliffs zones.

We are enclosing a memorandum setting out equipment requirements for gas-gas dual completions in the San Juan Basin.

By this letter we are granting tentative approval for the dual completion with the provision that it is completed and equipped according to the enclosed memorandum in the Pictured Cliffs and Mesaverde Formations.

Upon final completion, application for administrative approval should be made to Mr. A. L. Porter, Box 871, Santa Fe, as set out in Rule 112. At that time it also will be necessary for you to have waivers from your offset operators.

Yours very truly

ECA:ks

Emery C. Arnold Supervisor, District #3

occ. Mr. A. L. Porter occ. Santa Fe, N.M.