MAGNOLIA PETROLEUM COMPANY

A SOCONY MOBIL COMPANY

P.O. Box 2406 Hobbs, New Mexico August 27, 1957

New Mexico Oil Conservation Commission Aztec, New Mexico

Attention: Mr. Emery C. Arnold

Re: Ken-No-To #1

Sec. 26, T-25N, R-11W

Undesignated Lower Gallup Field San Juan County, New Mexico

Dear Sir:

We propose to drill the subject well to a projected depth of 5450. It is further proposed to test and complete subject well in the Lower Gallup Zone at approximately 5450. We further propose to test all zones from the surface to projected depth which appear productive or warrant testing.

We further propose to set 230' of 8-5/8" surface casing and set 5450' of 5-1/2" casing. We will perforate in the Lower Gallup Zone.

The subject well is located 660' FNL and 660' FEL of Section 26, T-25N, R-11W, San Juan County, New Mexico.

Yours very truly

W. C. Dougherty

District Superintendent

WCD:1b

