

New Mexico
OIL CONSERVATION COMMISSION
Aztec, New Mexico

July 26, 1957

Magnolia Petroleum Corporation
Box 633
Midland, Texas

Att: Mr. R. T. German, Division Superintendent

Dear Mr. German:

We have just received copy of the Notice of Intention to Drill on Magnolia's #1 Jicarilla "I" well, located 990 feet from North line and 990 feet from the East line, Section 20-27N-2W.

You have indicated on the Notice of Intention to Drill that this well is to be a triple completion in the Pictured Cliffs, Mesaverde and Gallup Zones. Will you please submit to us an application for tentative approval for this triple completion, briefly describing the manner in which you intend to equip this well, as required by Rule 112.

We are also returning the plat which you have submitted for the Gallup portion of this well. Should you encounter gas production in the Gallup Formation in this area the proper acreage dedication is 160 acres, as set out in Rule 104, Paragraph B, Section 2. Will you please re-submit this plat dedicating 160 acres. If we can be of service, please let us know.

Yours very truly

Emery C. Arnold
Supervisor, Dist. #3

ECA:ks

cc: Mr. A. L. Porter
OCC, Santa Fe, N.M.