

HUMBLE OIL & REFINING COMPANY

MIDLAND, TEXAS 79701

PRODUCTION DEPARTMENT

SOUTHWESTERN DIVISION

September 15, 1967

POST OFFICE BOX 1600

SEP 18 8 27 AM '67

Mr. Guyton B. Hayes
Land Commissioner
State of New Mexico
P. O. Box 1148
Santa Fe, New Mexico 87501

Dear Sir:

Humble Oil and Refining Company is the owner of State of New Mexico Lease OG-856 dated May 21, 1957, covering the E/2 of Section 33, Township 10 South, Range 33 East, Lea County, New Mexico. Humble drilled a well on this lease and designated it as the New Mexico "CF" State Well No. 1 in the Inbe (Pennsylvanian) Field. The casing was perforated opposite the Pennsylvanian zone and resulted in a dry hole. These perforations were subsequently squeezed off and the well left standing.

By letter of agreement dated September 13, 1967, Humble agreed to assign all of its rights, titles, and interests together with the well equipment and personal property located on this lease to Mr. Charles B. Read.

It is our understanding that Mr. Read intends to attempt completion in this well in a higher formation. Mr. Read has accepted the responsibility of filing all additional notices required by the New Mexico Oil Conservation Commission. In addition, should the well prove dry, he will properly plug and abandon the well as required by the rules.

Very truly yours,

David Johnston

JEP:jw

cc: Mr. Joe D. Raney
New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico 88240

State Water Engineer
Capitol Station
Santa Fe, New Mexico 87501

Mr. Charles B. Read
P. O. Box 2126
Roswell, New Mexico 88201