

New Mexico
OIL CONSERVATION COMMISSION
Aztec, New Mexico

October 2, 1957

Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Att: Mr. A. L. Porter, Jr.

Dear Pete:

Enclosed are copies of Form C-128 and a letter regarding a proposed drill block to be dedicated to Caswell Silver's "S" #2 well in the NW $\frac{1}{4}$ Section 19-23N-3W.

I have talked to Mr. Silver by phone and he informs me that he has split the section as he has for the reason that he does not at present own the lease on the East Half of Section 19. This is a wildcat Pictured Cliffs and would be controlled under Rule 104, sub-section B which states that the dedicated acreage must be 160 acres more or less being a legal subdivision. Mr. Silver will be contacting you in the next couple of days regarding the possibility of securing administrative approval for the unorthodox unit. This is a Jicarilla Apache lease so all the ownership would be common.

Yours very truly

Emery C. Arnold
Supervisor, District #3

ECA:ks

Encls.

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