GEO. L. VERITY

ATTORNEY AT LAW
SUITE 152 PETROLEUM CENTER BUILDING

FARMINGTON, NEW MEXICO

TELEPHONE DAVIS 5-0203

November 7, 1960

Oil Conservation Commission Aztec. New Mexico

Gentlemen:

ATTN: Mr. Emory Arnold

Re: My file #1317-D Texas National NE¹/₄ Sec. 22-29-12, San Juan

Texas National Petroleum Company is the owner of a Federal lease covering the Northeast Quarter (NE $\frac{1}{4}$) of Section 22, Township 29 North, Range 12 West, in San Juan County, N. M. This lease expires on December 1, 1960 unless a well is commenced prior to that date.

As you know, the Dakota producing interval in this area has been spaced in 320-acre drilling and spacing units. It has been impossible in the short time that was available to form a unit with the above described 160 acres by agreement, and in behalf of said Texas National Petroleum Company I have filed an application with the New Mexico Oil Conservation Commission for pooling the North Half (\mathbb{N}_2) of said Section 22, Twp. 29 N., R. 12 W. This application has been set for hearing on November 16th. If Texas National is not successful in obtaining a pooling order at this hearing, it will then request a non-standard unit for the \mathbb{N}_2 of said Section 22.

In the interim, it is imperative that it commence a well on this acreage without delay. Therefore, pending an order of the Commission pooling the $N\frac{1}{2}$ of Section 22, or for a nonstandard unit in the $NE\frac{1}{4}$ of said Section, I will appreciate your approving and authorizing the applicant to commence the drilling of a well in the $NE\frac{1}{4}$ of said Section 22 at a location 1450 feet from the North line of said Section, and 1190 feet from the East line of said Section.

Yours very truly,

Geo. L. Verity