OIL CONSERVATION COMMISSION P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

April 7, 1970

Mr. A. J. Losee Attorney at Law P. O. Drawer 239 Artesia, New Mexico 88210

Re: Application of Agua, Inc., for additional water injection wells in the Eastcap Queen Unit Area, Chaves, County, New Mexico

Dear Jerry:

By telephone, April 7, 1970, I advised you that the above-described application could be approved administratively and that the Commission needed only schematics of the wells. I overlooked the fact that operators offsetting the injection wells had not been notified of the application. Please give the notice required in Rule 701 E 5 of the Commission Rules and Regulations.

Very truly yours,

GEORGE M. HATCH Attorney

GMH/esr