

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. DRAWER DD - ARTESIA
88210

LAND COMMISSIONER
PHIL R. LUCERO

STATE GEOLOGIST
EMERY C. ARNOLD

DIRECTOR
JOE D. RAMEY

August 22, 1977

Scelly Oil Company
P.O. Box 730
Hobbs, NM 88240

Re: Skelly Unit Wells
#121-L-23-17-31
#128-A-22-17-31
Eddy County, NM

Gentlemen:

We hereby acknowledge receipt of Federal Forms 9-331C, Application
For Permit To Drill, for the subject wells.

However, these wells are at unorthodox locations and must be approved
by the Santa Fe office of the Commission prior to producing them.

If you have any questions concerning this matter, please feel free to
call upon me.

Sincerely yours,



W.A. Gressett
Supervisor, District II

JAG:sm