OIL CONSERVATION COMMISSION

207 CARPER BUILDING

ARTESIA, NEW MEXICO

May 31, 1960

Ashmun and Hilliard, No. 3 Ltd. 1605 Wilco Building Midland, Texas

> Re: Leonard-State Well No. 1-1, Unit M, Sec. 1-198-29E, Eddy County, New Mexico

Gentlemen:

Enclosed please find your recently-submitted forms C-101 and C-128 on the above-captioned well. If you wish the operator's name listed as "Ashmun and Hilliard, No. 3 Ltd., J. I. O'Neill, Jr., Gulf Oil Corp.," (as per form C-101) it will be necessary for you to secure a plugging bond under that operator name. If you wish the operator's name listed as "Ashmun and Hilliard, No. 3 Ltd.," (as per form C-128) your present bond is satisfactory. In any event, forms C-101 and C-128 should coincide.

As the form C-101 which you submitted is now obsolete, we are also enclosing copies of the form now in use. Please re-submit corrected forms C-101 and C-128 as soon as possible.

Very truly yours.

OIL CONSERVATION COMMISSION

M. L. Armstrong Supervisor, District No. 2

MLA/bh

Enc.