

UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

Drawer 1857 Roswell, New Mexico 88201 RECEIVE

DEC 3 1964

D. C. C.

December 1, 1964

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William A. & Edward R. Hudson 302 Carper Building Artesia, New Mexico

Gentlemen:

Your Notice of Intention to Drill well No. 1 Federal "D" (copy attached) in the SEANWA sec. 28, T. 20 S., R. 30 E., N.M.P.M., Eddy County, New Mexico, lease Las Cruces 070286, to a depth of 13,500 feet to test the Devonian, has been forwarded to this office for approval. The well location and a portion of lease Las Cruces 070286 is within the Secretary's Potash Area but such lease is not subject to the potash stipulation requiring unitization as a prerequisite for the drilling of an oil or gas well to formations below 5,000 feet or the base of the Delaware sand.

The above described location is within the area covered by New Mexico Oil Conservation Commission Order R-111-A. By letters of November 17 and November 18, the Potash Company of America and Duval Corporation advise that such potash companies offer no formal protest to the drilling of the well. No objection was received from the United States Potash Company within the ten-day period provided by Order R-111-A.

The Notice of Intention to Drill described in the foregoing is hereby approved. Please notify the District Engineer, Geological Survey, Drawer U, Artesia, New Mexico, in sufficient time for a representative to witness all cementing operations.

Sincerely yours,

NC212 CHAN THE MERICAN WITH SOM

JOHN A. ANDERSON Regional Oil and Gas Supervisor

Attachment

cc: NMOCC, Artesia (2) (w/2 cys Notice)