TEXAS OIL & GAS CORP.

900 WILCO BUILDING MIDLAND, TEXAS 79701 March 17, 1978 PEDEIVED

MAR 2 1 1978

O. C. C. ARTESIA, OFFICE

New Mexico Oil Conservation Commission District II Drawer DD Artesia, New Mexico 88210

> Re: Form C-104 Federal "E" #1 Happy Valley-Morrow Gas Eddy County, New Mexico

Gentlemen:

Attached for your review and approval is N.M.O.C.C. Form C-104 for the above captioned well operated by Texas Oil & Gas Corp. As discussed in our telephone conversation on 3-16-78, this should be the only additional required form to be filed prior to obtaining an allowable for this well.

Please issue us an allowable for this well effective 3-17-77, the date the well will commence production.

Sincerely,

M.a. Fischer

M. A. Fischer District Drilling and Production Manager

MAF:ku

cc: Mr. Bob Thurman