

OIL CONSERVATION COMMISSION

1000 RIO BRAZOS ROAD

AZTEC, NEW MEXICO

February 4, 1966

Austral Oil Company, Inc.
2700 Humble Building
Houston, Texas 77002

Attn: Mr. D. D. Delaney

Dear Sir:

We have received Application for Permit to Drill for your well located in Unit K. Section 16-27N-9W.

The State Land Office has recently requested that all drilling units involving state communitizations include the word "Com" as short for communitization in the well name. We are therefore adding the word "Com" on all copies of the Application for Permit to Drill and the well will be known as the #1 State Com well. If any further wells are drilled on units involving state communitizations we would appreciate your cooperation in naming the wells in the proper manner. If several wells are drilled on communitized state acreage most operators are now using the system of using alpha letters on the second, third and subsequent wells, i.e. "State Com #1", "State Com B #1" "State Com C #1", etc.

If the above change does not meet with your approval, please contact us.

Yours very truly

Emery C. Arnold
Supervisor, District #3

FCA:ks

