GRARIDGE CORPORATION

IBEX BUILDING

POST OFFICE BOX 752

BRECKENRIDGE, TEXAS

December 9, 1959

Oil Conservation Commission State of New Mexico State Capitol Building Santa Fe, New Mexico

Attention: Mr. Dan Nutter

Re: Graridge Corporation McNutt State No. 17, located in NW/4 SW/4, Sec. 21, T18S,R28E

Dear Mr. Nutter:

The above captioned well was drilled as a replacement well for McNutt State No. 12 which was drilled as an injection well in Artesia Pilot Flood No. 2, but was junked by the contractor and subsequently was plugged and abandoned.

Prior to the junking and plugging, No. 12 was approved as an injection well by the Oil Conservation Commission by its Administrative Order WFX No. 19.

Well No. 17 was drilled as a replacement well for No. 12 and is located 1685' from South line and 955' from West line of Section 21, T 18 S, R 28 E, and is located more than 330' from the nearest forty-acre unit line and more than 660' from any well and, thus, is an orthodox location.

This well is completed for water injection and has cement lined tubing set at approximately 1900' with a packer with injection to be through tubing as set out in the order.

We would greatly appreciate your cooperation in granting approval of this well as an injection well and substituting it (No. 17) for well No. 12 in Administrative Order WFX No. 19.

Yours very truly,

GRARIDGE CORPORATION

B. G. Harrison

Manager of Secondary Recovery

BGH:gl

cc: Mr. Cliff Chapman

Oil Conservation Commission, Artesia

Graham office