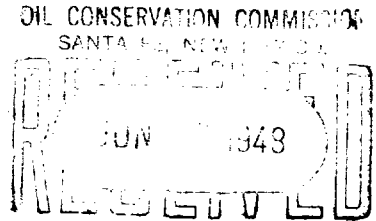


LAW OFFICES
COCHRAN & SIEGENTHALER
CARPER BUILDING
ARTESIA, NEW MEXICO

JOHN E. COCHRAN, JR.
WILLIAM M. SIEGENTHALER

June 14, 1948



Mr. George Graham, Attorney
Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

In re: Case No. 137, Order No. 767

Dear Mr. Graham:

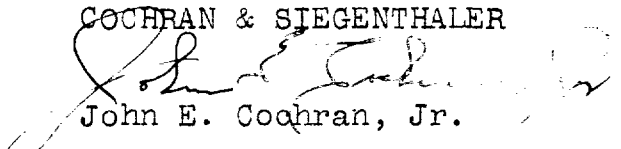
In Case No. 137, Order No. 767, issued by the Oil Conservation Commission of the State of New Mexico in the matter of application of Kewanee Oil Company for an order granting permission to drill one unorthodox location designated as Baish Well No. 35-B to the "red sand", located in the SW/4 SE/4 Section 27, Township 17 South, Range 32 East, N.M.P.M. in Lea County, New Mexico, it was required that you be furnished for your file a copy of notice of intention to drill this well by Kewanee Oil Company filed with the United States Geological Survey at Roswell, New Mexico and also copy of approval of the United States Geological Survey.

In this connection we enclose herewith copy of notice of intention to drill Baish Well No. 35-B to the "red sand", as filed by Kewanee Oil Company with the United States Geological Survey, and also photostatic copy of letter dated May 14, 1948 addressed to Kewanee Oil Company, Tulsa, Oklahoma, from the United States Geological Survey office at Artesia, New Mexico, approving the drilling of this well. The conditions set forth in this letter of approval have satisfactorily been met by Kewanee Oil Company.

We trust the enclosures satisfactorily complete your file in connection with this well for the time being and until such time as additional wells may be applied for.

Very truly yours

COCHRAN & SIEGENTHALER


John E. Cochran, Jr.

JEC:rm
Encls

cc: Mr. F. D. Baker
Assistant Production Superintendent
Kewanee Oil Company

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
P. O. Box 187
Artesia, New Mexico

May 14, 1948

Kewanee Oil Company
P. O. Box 729
Tulsa 1, Oklahoma

Re: L.C. 057210

Gentlemen:

Receipt is acknowledged of your "Notice of Intention to Drill" dated May 14, 1948, covering your No. 35-B Baish well on the subject land in the SW $\frac{1}{4}$ SE $\frac{1}{4}$, section 27, T. 17S., R. 32E., Pearsall Field, Lea County, New Mexico.

Your proposed work is hereby approved subject to compliance with the provisions of the "Oil and Gas Operating Regulations" revised May 25, 1942, a copy of which will be sent you on request, and subject to the following conditions:

1. Drilling operations so authorized are subject to the attached sheet for general conditions of approval.
2. Furnish the U. S. Geological Survey with copies of the sample description log from the base of the salt, and all other surveys run on the well.
3. This approval also subject to authorization by the New Mexico Oil Conservation Commission of the unorthodox well location prior to production of any oil or gas from said well, and
4. That Kewanee Oil Company file an appropriate stipulation agreeing that the lease will not be separated by assignment or otherwise until said well is plugged and abandoned in a satisfactory manner.

RECEIVED

MAY 24

KEWANEE OIL COMPANY
TULSA, OKLAHOMA

Very truly yours

John A. Frost
JOHN A. FROST
District Engineer