ANGELS PEAK OIL COMPANY CONGRESS OIL COMPANY SUMMIT OIL COMPANY

BURT BUILDING

DALLAS 1, TEXAS

September 23, 1955

New Mexico Oil Conservation Commission Santa Fe, New Mexico

Gentlemen:

In re: Case No. 940

In the application of Angels Peak Oil Company and Congress Oil Company in the above numbered case for approval of a non-standard drilling and gas proration unit, it was stated in paragraph (5) that in the event the application is approved the applicants are prepared to enter into communitization and operating agreements in standard form, constituting the 192.97-acre tract involved as a communitized unit and designating Congress Oil Company as the operator thereof.

The proposal just referred to to make Congress Oil Company operator of the unit stemmed from the fact that Congress will be contributing approximately twice as much acreage to the unit as Angels Peak. Since filing of the original application, however, it has come to our attention that making Congress the operator might result in some confusion because of the fact that the well recently completed on the proposed unit has been designated as the Angels Peak No. 19. In order to avoid any such confusion, as well as to eliminate the paper work involved in a change of name, we now feel it preferable, when the communitization and operating agreements are signed, to designate Angels Peak rather than Congress as the operator.

Inasmuch as no order has yet been issued in Case No. 940, we will appreciate your filing this letter as part of the record in that case. Please let us know promptly if anything further, such as a formal supplement to or amendment of our application, will be necessary in order to make Angels Peak the operator.

Yours very truly,

ANGELS PEAK OLL COMPANY

r President

CONGRESS OIL GOMPANY

/President