January 24, 1956

Mr. W. H. Aikman
702 Texas Life Bldg.
Ft. Worth, Texas

Re: State Lease No. B-10617, Cactus Drlg. Company, Stanolind-State No. 1 Well, NW SE Section 36-19S-30E, Hackberry-Yates Pool, Eddy County, New Mexico

Dear Sir:

In reply to your letter of January 18, 1956, to the Oil Conservation Commission at Santa Fe with reference to drilling deeper in the above captioned well.

You may proceed as follows: File Form C-102 in quintuplicate checked in the box, Notice of Intention to Drill Deeper, and stating in the remarks column the approximate depth to be drilled, the proposed casing program, if completed for production of oil or gas, and the date drilling operations are to start. These forms are to be filed with the Artesia office and approval obtained before respudding. It will also be necessary to comply with Paragraph (E) Rule No. 51 of the New Mexico Land Office Rules and Regulations (copy enclosed).

The oil allowable for this well will be cancelled when drilling operations begin.

Yours very truly,

OIL CONSERVATION COMMISSION

L. A. Hanson
Supervisor, District No. 2

LAH/lw

Enclosures

cc: O. C. C., Santa Fe
State Land Office, Attn: Ted Bilberry
A. L. Porter, O.C.C., Hobbs