October 8, 1968

MIDLAND, TEXAS 79701

Mr. Joe D. Ramey Supervisor, District 1 Oil Conservation Commission Hobbs, New Mexico

Re: R. R. Morrison - State "B" Well #1
Section 8, T-10, R-34
Vada Penn Field
Lea County, New Mexico

Dear Mr. Ramey,

Kindly refer to your letter dated September 26, 1968, regarding the subject lease. As you requested, I am furnishing two copies of notarized inclination report covering the drilling of this well. This is to also advise you that at this time I can only dedicate 80 acres to the well and request that you furnish an allowable based on this acreage. I am attempting to get the additional 80-acre lease in this quarter-section, and as soon as it is received, I will furnish you with revised Forms C-102 showing the full 160-acre unit. In the meantime, I would appreciate an allowable covering the 80 acres dedicated to the well.

Very truly yours,

John L. Cox

Agent for R. R. Morrison

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JLC:sb Attachments