

H. L. WILSON DRILLING COMPANY

P. O. BOX 1517
MIDLAND, TEXAS

Nov. 22

Oil Conservation Commission
Hobbs, New Mexico.

Attention Mr. Roy Yarbrough.

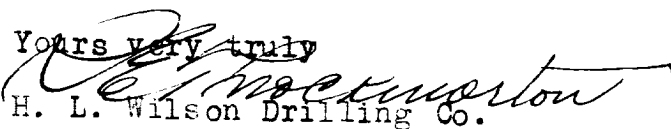
Dear Sir:

I am enclosing herewith a report and a copy of a letter which I wrote today to Mr. Guy Sheppard in your Santa Fe Office.

Our operations are temporarily shut down, and it had been reported that we were doing nothing toward drilling the well. We certainly do not want that opinion to be made, and I want to assure you that we are doing everything we can to get started again. It was not practical to continue with the cable tools below 120' as the hole was caving so badly that they could make no progress, and we did not have the surface casing available just then for them to use. It is our intention to complete this work with the rotary rig.

I expect to be in Hobbs within the next day or so, and would like to see you, and discuss this further with you.

Yours very truly


H. L. Wilson Drilling Co.

RT/t
enc. 1