FORM C-101

NEW MEXICO OIL CONSERVATION COMMISSION

Santa Fe, New Mexico

NOTICE OF INTENTION TO DRILL

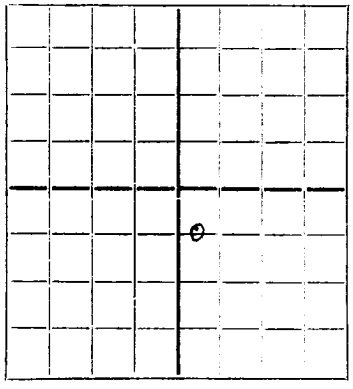
Notice must be given to the Oil Conservation Commission or its proper agent and approval obtained before drilling begins. If changes in the proposed plan are considered advisable, a copy of this notice showing such changes will be returned to the sender. Submit this notice in triplicate. One copy will be returned following approval. See additional instructions in Rules and Regulations of the Commission.

Hobbs, New Mexico (Place) September 29, 1939 (Date)

OIL CONSERVATION COMMISSION,
Santa Fe, New Mexico.
Gentlemen:

DUPLICATE

You are hereby notified that it is our intention to commence the drilling of a well to be known as Drilling & Exploration Co., Inc. (Company or Operator) State "E" (Lease) Well No. 2 in NW-SE of Sec. 24, T-17S, R-34E, N. M. P.M., Vacuum Field, Lea County.



AREA 640 ACRES
LOCATE WELL CORRECTLY

The well is 1980 feet (N.) (S.) of the South line and 2310 feet (E.) (W.) of the East line of Section 24

(Give location from section or other legal subdivision lines. Cross out wrong directions.)

If state land the oil and gas lease is No. _____, Assignment No. _____

If patented land the owner is _____

Address _____

If government land the permittee is _____

Address _____

The lessee is _____

Address _____

We propose to drill well with drilling equipment as follows: _____

RECEIVED OCT 2 1939 HOBBS OFFICE

The status of a bond for this well in conformance with Rule 39 of the General Rules and Regulations of the Commission is as follows: Have blanket bond.

We propose to use the following strings of casing and to land or cement them as indicated:

Size of Hole	Size of Casing	Weight Per Foot	New or Second Hand	Depth	Landed or Cemented	Sacks Cement
11"	8-5/8"	28#	New	1650'	Cemented	650
7-7/8"	5-1/2"	17#	New	4260'	Cemented	275

If changes in the above plan become advisable we will notify you before cementing or landing casing. We estimate that the first productive oil or gas sand should occur at a depth of about 4525 feet.

Additional information:

This well will be drilled by the Drilling and Exploration Co., Inc.

Approved OCT 3 - 1939, 19____
except as follows:

Sincerely yours,

Drilling & Exploration Co., Inc.
(Company or Operator)

By H.D. Vigeon

Position Office Manager

Send communication regarding well to

Name Drilling & Exploration Co., Inc.

Address P.O. Box 1575, Hobbs, New Mexico

OIL CONSERVATION COMMISSION,
By Roy Yarbrough
Title OIL & GAS INSPECTOR