

WM. D. MCBEE
CONTINENTAL BUILDING
DALLAS, TEXAS

May 22, 1957

New Mexico Oil Conservation Commission
P. O. Box 2045
Hobbs, New Mexico

Attention: Mr. E. J. Fischer

Gentlemen:

Enclosed please find original of Form C-110 on the W. D. McBee No. 1-B, State "A" Lease, South Lovington Field, Lea County, New Mexico.

Also enclosed please find copy of letter from us to the proration office.

We regret not having filed this Form C-110 sooner. However your letter to us of December 7, 1956 was replied to by us on December 19, 1956. We again wrote you on February 28, 1957 and your letter of May 20, 1957 was the first reply we received to either of our said letters. We note that your letter of December 7, 1956 was from Mr. R. F. Montgomery and that our two letters were directed to his attention. Perhaps this accounts for our inadvertent omission to file.

The well covered by this Form C-110 is presently a shut-in gas well. We note that you state that you would notify the Proration Manager to cancel the allowable on the well unless this form were promptly filed.

Perhaps confusion has resulted from an error in the proration orders. The well located upon the NE/4 of the NE/4 of the said Section 12 is properly described as Well No. 2-A. However the proration office in its Order No. A-86 and subsequent orders has incorrectly described this well as Well No. 1-A.

Perhaps in stating that you might cancel the allowable you were thinking of the well properly described as Well No. 2-A rather than the shut-in gas well which is well No. 1-B.

There also is another well located upon the NW/4 of the NE/4 of the said Section 12. This is the W. D. McBee Well No. 3-B which is producing from a total depth of 6400 feet. The well No. 1-B was drilled to a total depth of 3986 feet. Mr. McBee drilled the No. 3-B well to 6400 feet on the same 40 acres upon which the said Well No. 1-B is located for that was more practical than deepening the well No. 1-B.

- 2 -

We hope that this matter is now clarified. If there is anything further we may do kindly advise.

Very respectfully,

WM. D. MC BEE

A handwritten signature in cursive script, appearing to read "F. G. Gannon".

F. G. Gannon

FGG:ed

WM. D. MCBEE

512 CONTINENTAL BUILDING

DALLAS 1, TEXAS

May 22, 1957

Proration Office
New Mexico Oil Conservation Commission
P. O. Box 2043
Hobbs, New Mexico

Gentlemen:

We believe that your Order No. A-86 for January 1957 and subsequent orders have incorrectly described the W. D. McBee - State "A" No. 2-A Well, which is located in the NE/4 of the NE/4 of Sec. 12, T 17 S, R 36 E, Lea County, New Mexico, for this well is described in said orders as Well No. 1-A.

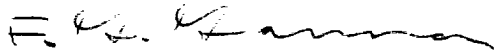
According to our records the well is properly described as Well No. 2-A rather than Well No. 1-A as you have described same in your said Order No. A-86 and subsequent orders.

If this well is incorrectly described we shall appreciate your correcting your records and so notifying us.

Thanking you for your consideration, we are

Very respectfully,

WM. D. MCBEE



F. G. Gannon

FGG:ed