SUN DIL COMPANYOCC

S. M. GLADNEY Manager

T. F. HILL ASSISTANT MANAGER SOUTHWEST DIVISION

RIO GRANDE NASANAABUILONG AN \$7:42

Natural Gas Department

May 7, 1954

Re: Acreage - Maveety No. 5 Gas Well, SW, N/E 35-19-36.

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

Dear Mr. Stanley:

Your letter of March 26, 1954 advised you were holding approved forms on the completion of our Maveety No. 5-G pending the submission of a Unitization Agreement or a letter stating that we had unitized the NE/4 of the NE/4, Section 35-19-36 to comprise a 160 acre unit.

We have been continuously working with Gulf on the information of this unit, and I believe have reached an agreement with them even though, at the present time, we do not have a fully signed contract. We have signed the contract on behalf of Sun and forwarded it to Gulf along with all of the other information which Gulf has requested. Gulf has indicated its agreement to the contract and has promised to sign it within the coming week. We had intended to wait until we had the fully signed contract before answering your letter. This, possibly, was an erroneous interpretation of your letter, and we hope it has not inconvenienced you.

We will forward you a copy of the signed Unitization Agreement just as soon as Gulf returns it to us.

GBB:rkr

Contract signed of Sulf- Information recured verbally from R. Boss May 11, 1954 @ Santa Fe, N. M.