Shoreline

Exploration Co.

1211 Fort Worth National Bank Building, Fort Worth, Texas

REPLY TO: P. O. Box 1822, Roswell, New Mexico

March 10, 1965

Mr. Joe D. Ramey
Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico

Dear Joe:

Enclosed is Notice of Intention to Drill covering Shoreline Exploration Co. #2 Snyder.

Because of the present availability of casing, we have not yet determined whether we will set 11-3/4" or 8-5/8" surface string. The proposed drill site is in the potash area R-111-A. I have obtained waivers of casing and cementing requirements of Order #R-111-A from all potash lessees who own leases within one mile of the drill site. I have discussed the enclosed Notice of Intention to Drill with Mr. Dan Nutter and representatives of the potash companies of which our casing and cementing program has tentatively met with their approval subject to the hearing on March 24.

We had originally planned to stake the location 2310' from the East line and 990' from the South line of Section 16; however, there is a pipeline that is located over the drill site, and consequently, it was necessary to move the location 100' North which is an unorthodox location. John West Engineering has heretofore filed with your office Form C-128 showing the exact location of our proposed test.

We have made application for a hearing before the Oil Conservation Commission, Case #3221, which will be held in Santa Fe on March 24, 1965. If you have any further requirements in connection with the enclosed, please call me by collect telephone.

Yours very truly,

SHORELINE EXPLORATION CO.

Charles B. Read, Vice-President

CBR:jw Encl.