

Reaho Corporation

1700 CORRIGAN TOWER

DALLAS 1, TEXAS

May 24, 1960

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

Attention: Mr. Joe D. Ramey

Gentlemen:

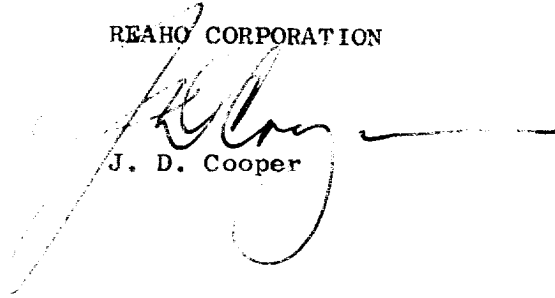
With regard to our temporarily abandoned Amerada State "B" No. 4, Unit O, Section 25-22S-35E, Lea County, and to your letter of May 19, 1960, this is to advise that we have no plans to attempt development of this well as a producer; however, this area is now under study for possible unitization and waterflooding, and our State "B" No. 4 is suitably located for an injection well.

Accordingly, we propose to maintain this well in a temporarily abandoned status pending completion of the waterflood analysis and unitization negotiations. At that time the well will either be completed as an injection well or plugged depending upon the final results from the waterflood negotiations.

By copy of this letter we are instructing our District Superintendent to file the required Form C-103, and to continue filing such reports at six month intervals until final disposition of this well is known.

Yours very truly,

REAHO CORPORATION


J. D. Cooper

JDC:cf

CC - Mr. Wm. J. G. Fink
P. O. Box 168
Jal, New Mexico