

Hobbs, New Mexico
June 21, 1937

Mr. G. C. Macy
New Mexico State Geologist
Hobbs, New Mexico

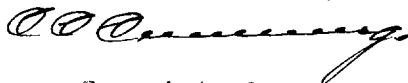
Dear Sir:

Permission is requested to place our Henry Leonard No. 4, located in the SW NE of Sec. 22-21-36, on gaslift. This well was completed and placed on production March 1st, and it flowed its production for only a short time, finally going dead due to lack of gas. The casing was perforated from 3630' to 3780' by Lane Wells method in an attempt to obtain sufficient gas to make the well flow. The perforating job was unsuccessful, i. e., no gas was picked up by shooting. We continued after this to swab the well for some time. Each day after being swabbed the well would make flows of a few minutes and then die. The fluid level of this well is approximately 700 ft. from top.

It is proposed to obtain gas from our W. A. Ramsay gas well which is on state land and is located at the SW corner of Section 34-21-36. If our proposal is approved we shall make every effort to operate the well at its highest efficiency. A report will be given you after the well has been placed on gaslift, stating the gas/oil ratio and the quantity of oil the well will produce.

Kindly advise if this meets with your approval, and, if so, a formal proposal will be presented you on the regular form #102.

Very truly yours,



Superintendent
GULF OIL CORPORATION

TJS:e