March 5, 1954

New Mexico Oil Conservation Commission Box 2045 Hobbs, New Mexico

Attention: Mr. A. L. Porter, Jr., Proration Manager

Re: OUR L-9007-B: Williamson #2 C NE/L NW/L of Section 23-215-37E Lea County, New Mexico

Gentlemen:

Under provisions of Order No. R-316, Rule 112-A, Toklan Production Company made application to dually complete, and produce gas from both the Blinebry and Tubbs Zones, our Williamson #2 located in the C NE/4 HW/4 of Section 23, Township 21 South, Range 37 East, Lea County, New Mexico. Toklan Production Company was authorized to dually complete this well by Order No. DC-48 under date of January 8, 1954.

Now, Toklan Production Company does not wish to dually complete the above well, but instead, to make application for a 160 acre allowable from the Blinebry Gas Zone comprising the entire NW/4 of Section 23, Township 21 South, Range 37 East under provisions of the attached agreement with Tide Water Associated Oil Company. The accompanying Gas Well Plats outline the subject acreage.

This well is currently producing on an 80 acre allowable comprised of the E/2 of the NW/4 of Section 23, Township 21 South, Range 37 East, Lea County, New Mexico.

Yours very truly,

C.K. Smith

C. K. Smith, Superintendent

CKS:mk

encl.