Ground Water Branch P.O. Box 4217 Albuquerque, New Mexico Jan. 6, 1966

Mr. I. R. Trujillo New Maxico Oil Conservation Commission State Land Office Building Santa Fe, New Maxico

Dear Mr. Trujillo:

Enclosed is a copy of the agreement we have negotiated with Sinclair for the South Wilson Deep Unit No. 1 abandoned oil and gas test well located in NW SW Sec. 23, T. 21 S., R. 34 E., Lea County, New Mexico

As part of this agreement we have agreed to assume all future responsibility, expense and liability with respect to plugging and abandonment of the well and restoration of the surface. This will be in accordance with the existing Oil and Gas Conservation Commission regulations at the time the well is plugged.

We would appreciate it if your office would advise the Water Resources Division of the U.S.G.S. if this letter will satisfy your requirements for the assumption of the obligation by the Water Resources Division to plug the South Wilson Deep Jnit No. 1 at some future date.

Thank you for your help and cooperation with our study.

Sincerely yours,

Williem L. Hiss Hydrologist

Enclosure:

cc: Mr. J. D. Ramey, Supervisor and Oil and Gas Inspector, New Mexico O.C.C., Box 1980, Hobbs, New Mexico Mr. W. O. Jorden, State Land Office, State Land Building, Santa Fe Mr. Raymond H. Lamb, Wilson Oil Co., Box 627, Artesia , New Mexico