WELCH & WHITE

FIRST NATIONAL BANK

BRECKENRIDGE, TEXAS

February 28, 1949

Oil Conservarion Commission of New Mexico Hobos, New Mexico

Gentlemen:

On January 1, 1949, we purchased from the Texmass Petroleum Corporation their J. L. Coats Lease described as

The South one-half (S-1/2) of the North one-half (N 1/2), Section 10, Township 24 South, Range 36 East, situated in Lea County, New Mexico.

During the months of January and February we have been working on this one well which for these two months necessarily reduced our production, and we are informed that the allowable has been cut to twenty barrels. The work that we have done has just been completed and the test on our well indicated that we will now be able to produce maximum allowable for wells in this area which we understand to be 45 barrels per day, and we would therefore, like to ask that an allowable of 45 barrels per day be set up on this well beginning March 1. If these applications have to be made on printed forms, we wish to ask you to please send us the necessary forms since we do not have any. This is in fact our first production in the State of New Mexico and we are not familiar with the requirements or the necessary procedure to operate in your state and will therefore thank you for whatever information and guidance you will give us.

Very truly,

WELCH & WHITE

By: R. C. Douely