

Box 547
Hobbs, New Mexico
September 4, 1958

New Mexico Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Gentlemen:

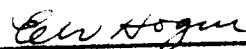
Tidewater Oil Company in its application of August 8, 1958 requested approval to complete its A. B. Coates "C" No. 15, 660' FNL and 1980' FNL of Section 24, 25S, R37E, Lea County, New Mexico, as a gas-oil dual to produce from the Justis Gas Pool and Justis-Ellenburger oil pool. At the time of the application this well was drilling at 4800'.

This well has now been drilled to a total depth of 8125'. Drill stem testing at the time of drilling and subsequent evaluation with well logs indicate more oil pays than originally expected. To best protect correlative rights and prevent economic waste, Tidewater Oil Company believes it necessary to hold Well No. 15 as a possible dual oil-oil well in the future and develop the Justis Gas reserves from another dual well on this lease. After a final selection of the well is made, another application for a gas-oil dual will be made.

Thank you for your attention in this matter.

Very truly yours,

TIDEWATER OIL COMPANY



E. W. Hogue,
Area Production Foreman

RNM:bh