



Amoco Production Company

500 Jefferson Building
P.O. Box 3092
Houston, Texas 77001

Guy Buell
General

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SEP 11 1978

F.D.C.
ARTESIA OFFICE

September 1, 1978

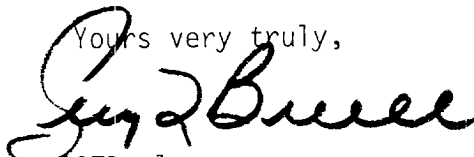
Mr. W. A. Gressett
New Mexico Oil Conservation Division
Drawer DD
Artesia, New Mexico 88210

Dear Bill:

Enclosed is our application for a permit to drill the Teledyne Fed Gas Com No. 1 Well located in the SE/4 of Section 4, T-23-S, R-29-E, Eddy, County, New Mexico. This location falls within the potash area described by Order R-111-A. This Order requires that an application for a permit to drill an oil or gas well be sent to all potash operators holding leases within a radius of one mile of the proposed location. Please be advised that a search of the records reveal there are no potash operators within a one mile radius of our location. However, there is a potash owner, Leland Hodges, Trustee.

Leland Hodges, Trustee has waived all objections to the permitting and drilling of Amoco's Teledyne Fed Gas Com Well No. 1. The original of this waiver has been filed in the record of Case No. 6292. A copy of this waiver is enclosed for your files. In view of the fact that there is no potash operator within one mile of our location and further that the only potash owner has waived all objections, there is no necessity to furnish any "POTASH PEOPLE" with a copy of our application for a permit to drill.

Yours very truly,


GTB:mlg

Enclosure