

Department of Energy

Canspac Area Office P. O. Box 3090 Car spad. New Mexico 88221

June 6, 1997

Bryan Arrant. Geologist New Mexico Oil Conservation Division 311 South First Artesia, New Mexico 88210

Dear Mr. Arrant:

A review of the Applications for Permit to Drill for the Arco Permian wells identified as Barclay State #2 and Barclay State #3 has been conducted following our May 18, 1997 discussions. The WIPP Land Management Group has verified the locations to be outside 330 feet of the WIPP land withdrawal boundary and, therefore, not encroaching on the WIPP boundary. Accordingly, the CAO has no concerns regarding these wells.

If you have any further questions, please call me at 234-8132.

Mery Elemington

Mary E. Bennington

Environmental Programs Manager

cc: David Catanach, OCD Stewart Jones, WID

CAO 97-1373 [UFC 5400]