STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

JERRY APODACA GOVERNOR

NICK FRANKLIN SECRETARY

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

May 2, 1978

Mr. W. P. Sikes, Jr. Gulf Oil Corporation P. 0. Box 670 Hobbs, New Mexico 88240

Re: Gulf Oil Corporation South Torreon Unit WI #1

B-4-17N-4W

Dear Mr. Sikes:

We will need a new acreage dedication for the Entrada formation For the subject well to be deepened. The spacing in this area is 40 acres for oil and 160 acres for gas.

All other Entrada production is oil without gas.

The location need not be certified again.

If we can be of assistance, piease call.

Yours very truly,

A. R. Kendhick

District Supervisor

Enclosures: Forms C-102

ARK:no