HIXON DEVELOPMENT COMPANY

P. O. BOX 2810 FARMINGTON, NEW MEXICO 87401

January 30, 1980

Mr. Joe D. Ramey, Director State of New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87501

Re:

Application for Administrative Approval

For Unorthodox Proration Unit

South Carson Federal 23 Well No. 5

1650' FNL, 990 FWL, Section 23, T25N, R12W = 6

San Juan County, New Mexico

Dear Mr. Ramey:

As a follow up to our January 10th application regarding the above, Shell Oil Company as offset operator has contacted us 1-30-80 stating that they have no objection to our drilling the subject well. Shell Oil's "no objection" is contingent on Hixon Development Company's providing Shell with a Daily Drilling Report along with all pertinent test and production data for the South Carson Federal 23 No. 5 well.

Please give our Application for Administrative Approval your earliest consideration in view of our drilling rig availability during the first week in March 1980.

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Very truly yours,

Hixon Development Company

Aldrich L. Kuchera

Vice President

ALK:cd

cc:

F. T. Bethel

Shell Oil Company Rocky Mountain Division

Box 831

Houston, Texas 77001

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cc: Mr. Frank Chavez
Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

Ray Bridges Hixon Development Company 341 Milam Building San Antonio, Texas 78205

