Royal Development Corp 616 Central Ave., S. E. Albuquerque, New Mexico

Attention: H E. Schillander

Dear Mr. Schillander:

Reference is made to your letter of May 6 regarding acreage dedication on your #1 Douthit well located in the SE/SE Section 33-28N-13W. We cannot assign this well an allowable until an acreage dedication plat showing a 40-acre dedication is on file.

As you point out, this rule may be changed in the Gallegos-Gallup area by the hearing that is coming up in June. However, as your well is at present approximately 5 miles from the nearest production in the Gallegos-Gallup Pool it probably will not come under Gallegos-Gallup Pool rules until further development has taken place in the area between your well and the Gallegos-Gallup Pool.

If we can be of any further service, please contact me.

Yours very truly,

Emery C. Arnold Supervisor, District #3

ECA/rc

1621 8 year

Royal Devalopment Corp 616 Cantral Ave., 5. 3. Albuquerque, New Mexico

Assention: h & Schillander

Dear Mr Schillsander:

Reference is made to your letter of May 6 regarding coronge dedication on your #1 Douthit well located in the SS/SE Section 33-20M-13W. We cannot easign this well an allowable until an acrossyc dedication plat showing a 40-acre dedication is on file.

As you point but, this rule may be changed in the Gallegon-Gallup area by the houring that is coming up in June. However, as your well is at present approximately \$ miles from the nearest production in the Gallegos-Gallup Pool it probably will not come under Gallegos-Gallup Pool rules until further development his taken place in the area between your well and the Gallegos-Gallup Pool.

If we can be af any further service, please contect me

Yours very truly.

Saerv č. Arnoid Supervisor, District #3

Etc. rc