

TEXACO
INC.

PETROLEUM PRODUCTS

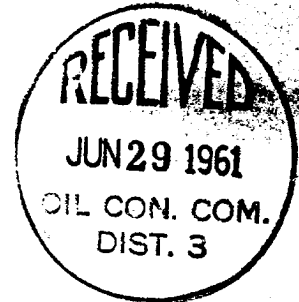
DOMESTIC PRODUCING DEPARTMENT
MIDLAND DIVISION



P. O. BOX 3109
MIDLAND, TEXAS

June 27, 1961

TEXACO #1 L. M. BARTON
1850' FNL & 1650' FWL
Section 12-30-N-12W



Mr. A. R. Kendrick
New Mexico Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico

Dear Mr. Kendrick:

I have your letter of June 20, 1961, above subject, to Mr. J. J. Velten of this office.

I am returning the C-128's where I have dedicated 320 acres on the Form C-128. The proposed 320 acres are outlined in red. It will be necessary for TEXACO to communitize its 40-acre Federal lease located in the NE/4 of the NW/4 of Section 12 plus Pan American's 120 acres located in the S/2 of the SW/4 and the NW/4 of the SW/4 of the section. This acreage will be communitized after the well is drilled and no allowable will be requested for the Dakota until the 320-acre unit is formed.

Order R-1670 requires that Blanco-Mesaverde wells be located in the NE/4 or the SW/4 of the section. TEXACO has requested an unorthodox gas well location and a 160-acre non-standard gas proration unit for the Mesaverde. This application will be heard as Case No. 2329 at an Examiner Hearing on July 6, 1961. The requested 160-acre NSP for the Mesaverde will be temporary until such time as the unit can be formed and the full 320-acre unit dedicated to the well.

If you desire additional information, please do not hesitate to contact us.

Very truly yours,

J. E. Robinson, Jr.
J. E. Robinson, Jr.

Division Proration Engineer

JERjr.-MM
Attach.