



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

JERRY APODACA
GOVERNOR

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June 16, 1978

Mr. Elliott A. Riggs
Kimbark Operating Company
808 Lincoln Tower Building
1860 Lincoln Street
Denver, Colorado 80295

Re: Kimbark Operating Company
State Bancos #1
D-32-32N-5W

Dear Elliott:

The legal opinion I received from Santa Fe was to the effect that the subject well is the first well on the proration unit and therefore is an off-pattern well.

The reason is because there has not been a proration unit there for several years.

Please obtain approval of the location prior to production of the well.

If there are questions, please call.

Yours very truly,

A. R. Kendrick
District Supervisor

ARK:no