OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 26, 1961



Adobe Oil Company 1223 Petroleum Life Building Midland, Texas

Attention: Mr. A. T. Sindel

Gentlemen:

The Commission recently received a copy of Form C-128 showing the acreage dedication to your Nickles Well No. 1, located in Unit K. Section 11. Township 31 North, Range 13 West, San Juan County, New Mexico. On this form you have answered question No. 1 in the negative, but have failed to answer question No. 2 thereby indicating that no communitization or other form of consolidation has been effected to include the W/2 SW/4 of Section 11 owned by Consolidated Oil and Gas Company.

It would be appreciated if you could clarify the situation concerning the S/2 of Section 11 which you propose to dedicate to this well, inasmuch as an allowable can be assigned to this well only if all of the acreage dedicated to it is either owned by you or consolidated in some manner.

I am requesting Mr. Kapteina to suspend the issuance of administrative dual completion authority until this matter is clarified.

Vory truly yours,

RICHARD S. MORRIS
Attorney

RSM/esr

cc: Mr. J. E. Kapteina Oil Conservation Commission Santa Fe, New Mexico