BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

October 16, 1979

Mr. Bruce Richards Tenneco Oil Company 720 South Colorado Blvd. Denver, Colorado 80222

Re: Palmer Oil & Gas Company F. Montoya 27 #1A

P=27=32N=13W

Dear Bruce:

We have not been advised of the communitization of the Mesaverde zone of the subject well.

Form C-104 for the Dakota zone was approved on May 24, 1979.

Until Form C-104 is approved for the Mesaverde zone, the zone shall not be produced and no liquid production shall be attributed to it under PC-563.

If there are questions, please call.

Yours very truly,

A. R. Kendrick District Supervisor

xc: Reading File

ARK:no