

MAIN OFFICE
SHAR-ALAN OIL COMPANY
1962 JUL 5 AM
402 DENVER U. S. NATIONAL CENTER
DENVER 2, COLORADO

NW 1/4 466
30 days
Due Aug 6th

July 2, 1962

S. Blanco-P.C.

R-1670 - 5(a)

New Mexico Oil and Gas Commission
Santa Fe,
New Mexico

Attn: Mr. A. L. Porter
Secretary-Director

RE: Communitization Agreement
Non-Standard Unit
#2 Elliott Federal
NW/4 Section 7 - 23N - 1W
Rio Arriba County, New Mexico

Gentlemen:

Under date of November 7, 1961 we spudded the above captioned well and completed drilling on November 22, 1961. A Notice of Intention to Drill this well was filed with the U. S. Geological Survey on November 9, 1961 and approved on November 10, 1961.

The dedicated acreage set forth in the notice of intention to drill was all of the NW/4 Section 7, Township 23 North, Range 1 West. This particular unit comprises the following acreage.

1. Federal lease SF 080515, NW/4 NW/4 (Lot 1) containing 36.20 acres.
2. Federal Lease SF 080515-B, NE/4 NW/4 (Lot 2) containing 36.30 acres.
3. S/2 NW/4 (Fee land), containing 80 acres more or less, being a total of 152.50 acres.

Subject well was completed December, 1961 for an initial potential of 2151 MCF/d. A request for allowable form was filed with the Aztec office of the Commission and approved June 18, 1962.

A Communitization Agreement executed by all parties concerned involved in this particular unit was filed with the U. S. Geological Survey at Roswell, New Mexico and returned to us inasmuch as the NW/4 of Section 7 required an approval of a non-standard unit from your office in order to expedite the final approval of the Communitization Agreement.

New Mexico Oil and Gas Commission
Santa Fe, New Mexico

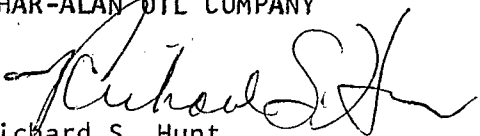
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July 2, 1962

Please be informed that all of the acreage which makes up the NW/4 of Section 7, Township 23 North Range 1 West described above, is being dedicated to this particular Pictured Cliffs unit. Would you be so kind as to issue an order approving this non-standard unit so that we may proceed with all of the paper work in connection with this particular well.

Very truly yours,

SHAR-ALAN OIL COMPANY



Richard S. Hunt
Manager of Lands & Explorations

RSH/so

CC: Mobil Oil Company
Frank O. Elliott
George Hunker, Jr.