8351

Martin, Ed, EMNRD

From: Sent: Albers, Jeff [jalbers@slo.state.nm.us] Tuesday, May 18, 2010 3:30 PM

To:

Martin, Ed, EMNRD

Subject:

FW: cc: Pete Martinez, Petroleum Engineer & Unitization Manager, New Mexico State Land

Office (NMSLO)

Hi Ed. Just an FYI on the Hess WBDU. JA

leff

, May 18, 2010 1:10 PM

Jim'

Pete

:: Pete Martinez, Petroleum Engineer & Unitization Manager, New Mexico State Land Office (NMSLO)

Hello Jim, I received your NSL requests for the four Fee wells in the WBDU area. We believe it is not in the best interest of the NMSLO to concur with your proposals. Mr. Ed Martin of the New Mexico Oil Conservation Division will be notified of our position. Unit participation in these wells, along with Fee lease basis interest from the wells, is believed to the proper and equitable way to approach this. The filing of Communitization Agreements with SLO will be required for these four Fee wells indicating standard, 640 acre proration units. Or, expedite the unit expansion that has been discussed previously.

We will forward this reply to Wayne Townsend, BLM Farmington.

Jeff Albers OGMD, NMSLO

This email has been scanned by the MessageLabs Email Security System. For more information please visit http://www.messagelabs.com/email