ARCO Oil and Gas Company
Rocky Mountain District
717-17th Street
Mailing address: P.O. Box 5540
Denver, Colorado 80217
Telephone 303 575 7031
W. A. Walther, Jr.
Operations Manager



August 20, 1980

Mr. Warren E. Carr 4022B North MacArthur Oklahoma City, Oklahoma 73123

Re: Monsanto (Lion) No. 1 State H Horseshoe Gallup Unit San Juan County, New Mexico

Dear Mr. Carr:

We have reviewed your letter of July 22, 1980 regarding the movement of a power line over the above captioned well in the Horseshoe Gallup Unit, San Juan County, New Mexico.

We have investigated this matter, and find that both primary and secondary phases of the electrical power line pass directly over the Monsanto (Lion) No. 1 State H Well. We have contacted the power company and they advise that it would cost in the neighborhood of \$6,500 for material and labor to move this line. The movement of this line would also necessitate the shutting in of ten wells for two or three days with a loss of approximately 45 BOPD.

It is suggested that you relay this information on to the Oil Conservation Division of the State of New Mexico in an effort to delay the plugging of this well until the Horseshoe Gallup Unit is abandoned.

Yours very truly,

W. A. Walther, Jr.

WAW/skl

cc: Mr. J. E. Taylor - Farmington

