STATE OF NEW WICKIEU

ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

AZTEC DISTRICT OFFICE

1000 BIO BRAZOS BOAD AZTEC, NEW MEXICO 87410 (505) 334-6178

JERRY APODACA GOVERNOR

NICK FRANKLIN SECRETARY

July 31, 1978

Mr. Don Read El Paso Natural Gas Company P. 0. Box 990 Farmington, New Mexico 87401

Re: El Paso Natural Gas Company Neil #16 H-4-31N-11W

Dear Mr. Read:

The intended location for the above well is not in accordance with Rule 104 of the Rules and Regulations of the Oil Conservation Division. Please refer to paragraph F of Rule 104 and file for administrative approval or for examiner hearing to approve the location.

If there are any questions, please call this office.

Yours truly,

Frank T. Chavez Deputy Inspector

FTC:no