

*Copy to Houston
Gross*

Holly Energy, Inc.
P.O. Box 726
Artesia, New Mex. 88210
February 27, 1978

EB 28 13
CONSERVATION

Mr. Joe D. Ramey
Secretary-Director
New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mex. 87501

178L-930

Attention: Mr. Jim E. Kapteina

RE: Non-Standard Gas Well Location
Section 32, T-20S, R-27E
Eddy County, New Mexico
Avalon Federal 32 Well #1

Avalon - Field

1265' FNL
1303' FEL
N/2 dedicate

Gentlemen:

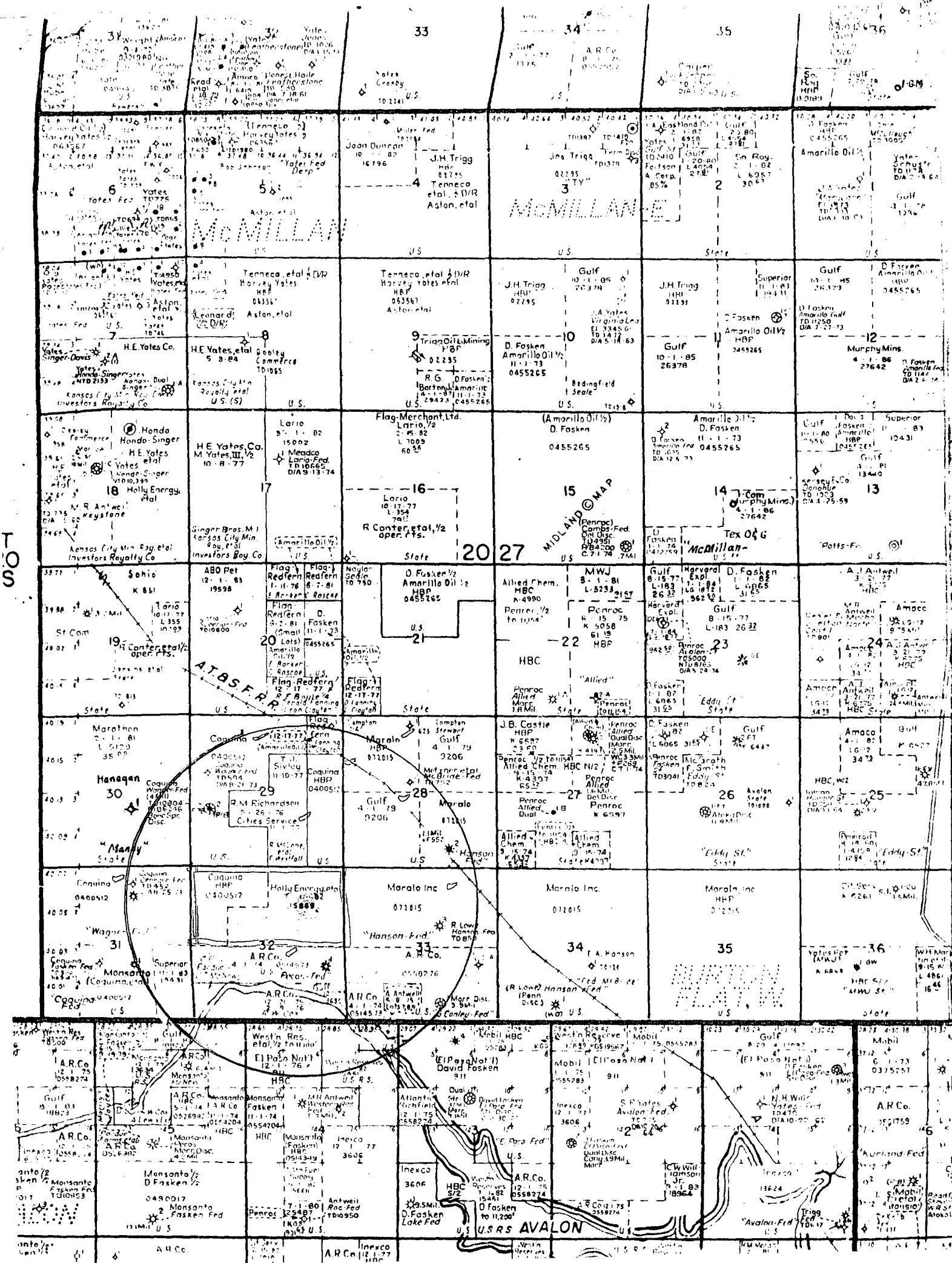
Holly Energy, Inc. seeks administrative approval of an unorthodox gas well location under the provisions of paragraph F Rule 104 of New Mexico Oil Conservation Commission Rules and Regulations dated January 1, 1976, based upon topographical conditions. The standard locations within lease no. NM 15869 falls in the bottom of Dagger Draw at a ground level elevation of 3176.6 feet, which will put our location 3.4 feet under water level of Lake Avalon when it is at capacity. We have to move our location a distance of 300 feet from ground level elevation of 3180 feet or at least 3200 feet ground elevation. The non-standard location requested is 1303' FEL and 1265' FNL, with a ground elevation of 3200.95 feet in Section 32, T-20S, R-27E.

The proposed well is projected to the morrow formation at a proposed depth of 11,000 feet.

A lease ownership plat, and topography map is enclosed. Each offset operator is being notified by three copies of this letter (Via certified mail) and is asked to indicate waiver of objection, by authorized signature, offset operators are requested to mail one copy of this letter to Jim E. Kapteina, New Mexico Oil Conservation Commission, P.O. Box 2088, Santa Fe, New Mexico 87501 and to return the other copy to Mr. Robert Loyd, Holly Energy, Inc., P.O. Box 726, Artesia, New Mexico 88210 in the stamped, self-addressed envelopes enclosed.

Sincerely,
Robert Loyd
Robert Loyd
Production Superintendent

NSL
Rule 104(F)
March 19, 1978
Waiver from Gross
Need



cc: Atlantic Richfield Company ✓
Box 1610
Midland, Texas 79701

Maralo Inc. ✓
Box 832
Midland, Texas 79701

Gulf Energy and Minerals Co. ✓
Box 1919
Midland, Texas 79701

Coquina Oil Corporation ✓
Drawer 2960
Midland, Texas 79701

Cities Service Oil Company ✓
Box 1919
Midland, Texas 79701

Waiver of Objection:

Name and Title

Company Name

Date

FEB 23 1973

CONFIDENTIAL

Holly Energy, Inc.
P.O. Box 726
Artesia, New Mex.
88210
February 27, 1978

Mr. Joe D. Ramey
Secretary-Director
New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mex. 87501

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RE: Non-Standard Gas Well Location
Section 32, T-20S, R-27E
Eddy County, New Mexico
Avalon Federal 32 Well #1

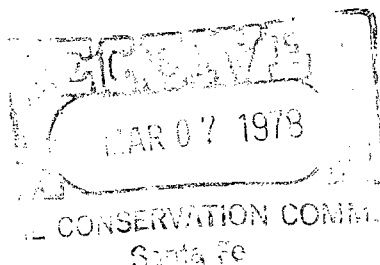
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Production Superintendent



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Box 1919
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Drawer 2960
Midland, Texas 79701

Cities Service Oil Company
Box 1919
Midland, Texas 79701

Waiver of Objection:

J. J. Huesel
Name and Title
District Eng
Company Name
3/3/78
Date

*Waiver from
Conservation*

Holly Energy, Inc.
P.O. Box 726
Artesia, New Mex.
88210
February 27, 1978

Mr. Joe D. Ramey
Secretary-Director
New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mex. 87501

*RECEIVED
FEB 28 1978
NEW MEXICO OIL
CONSERVATION COMMISSION*

Attention: Mr. Jim E. Kapteina
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Section 32, T-20S, R-27E
Eddy County, New Mexico
Avalon Federal 32 Well #1

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Robert Loyd

Robert Loyd
Production Superintendent

Holly Energy, Inc.
P.O. Box 726
Artesia, New Mex.
88210

February 27, 1978

MAR 03 1978

CONSERVATION COMMISSION

Mr. Joe D. Ramey
Secretary-Director
New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mex. 87501

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Robert Loyd

Robert Loyd
Production Superintendent

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Box 1919
Midland, Texas 79701

Coquina Oil Corporation
Drawer 2960
Midland, Texas 79701

Cities Service Oil Company
Box 1919
Midland, Texas 79701

Waiver of Objection:

Jack S. Skinner Mgrs-Engs
Name and Title
Maralo Inc.
Company Name
28 Feb 1978
Date

Holly Energy, Inc.
P.O. Box 726
Artesia, New Mex.
88210
February 27, 1978

Mr. Joe D. Ramey
Secretary-Director
New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mex. 87501

Attention: Mr. Jim E. Kapteina

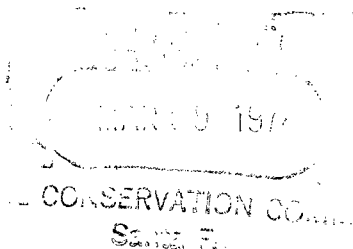
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Robert Loyd

Robert Loyd
Production Sup. Intendent

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Drawer 2960
Midland, Texas 79701

Cities Service Oil Company
Box 1919
Midland, Texas 79701

Waiver of Objection:

Name and Title
CITIES SERVICE COMPANY
Company Name
<i>[Signature]</i> 3/7/78
Date
MANAGER PRODUCTION SOUTHWEST REGION

Gulf Energy and Minerals Company - U. S.

SOUTHWEST DIVISION

J. L. Huitt
VICE-PRESIDENT
C. E. Fields
COMPTROLLER
R. E. Galvin
GENERAL MANAGER-PRODUCTION
J. A. Hord
GENERAL MANAGER-EXPLORATION

P. O. Drawer 1150
Midland, TX 79702

WAIVER

March 9, 1978

New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

This is to advise that Gulf Oil Corporation has been given due notice that Holly Energy, Inc. has made application for an administrative approval of an unorthodox gas well location for their Avalon Federal 32, Well No. 1, in the Morrow formation.

We hereby waive any objections to the granting of this application for the above well which is to be located:

1303' FEL & 1265' FNL, Section 32, T-20S,
R-27E, Eddy County, New Mexico.

EXECUTED this 10TH day of MARCH, 1978.

Yours very truly,

BY:


B. J. PANKRATZ
Manager - Engineering

RSH:sdn



PS Form 3800, Apr. 1977

1. ADDRESSEE'S NAME AND ADDRESS (Print or type)
 Marathon Oil Co.
 Box 552
 Midland, Texas 79701

2. ARTICLE ADDRESSED TO:
 Marathon Oil Co.
 Midland, Texas

3. ARTICLE DESCRIPTION:
 Registered No. 673501

4. I have received this article (check one)
☒ Yes ☐ No

5. SIGNATURE:
 (Signature)
 DATE: MAR 7 1978

6. UNABLE TO DELIVER, BECAUSE:

7. RETURN RECEIPT SERVICE (Check one)
☐ Yes ☐ No

8. RESTRICTED DELIVERY (Check one)
☐ Yes ☐ No

9. POSTAGE (Consult Postmaster for fees)
 \$1.20

10. POSTAGE PAID (Check one)
☐ Yes ☐ No

11. POSTAGE PAID BY ADDRESSEE (Check one)
☐ Yes ☐ No

12. POSTAGE PAID BY ADDRESSEE (Check one)
☐ Yes ☐ No

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97. POSTAGE PAID BY ADDRESSEE (Check one)
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98. POSTAGE PAID BY ADDRESSEE (Check one)
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99. POSTAGE PAID BY ADDRESSEE (Check one)
☐ Yes ☐ No

100. POSTAGE PAID BY ADDRESSEE (Check one)
☐ Yes ☐ No

PS Form 3800, Apr. 1976

RECEIPT FOR CERTIFIED MAIL
 NO INSURANCE COVERAGE PROVIDED—
 NOT FOR INTERNATIONAL MAIL
 (See Reverse)

SENT TO:
 Marathon Oil Co.
 Street and No. Box 552
 P.O., State and ZIP Code
 Midland, Texas 79701

POSTAGE:
 \$1.20

CONSULT POSTMASTER FOR FEES

OPTIONAL SERVICES		POSTAGE
RETURN RECEIPT SERVICE		\$0.35
SHOW TO WHOM AND DATE DELIVERED		\$0.35
SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY		\$0.35
SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY		\$0.35
SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY		\$0.35

TOTAL POSTAGE AND FEES:
 \$1.20

POSTAGE PAID ON DATE:
 MAR 7 1978
 NM