

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



January 31, 1995

PermOK Oil, Inc.
4050 Pennsylvania - Suite 340
Kansas City, MO 64111

Attention: Eugene M. Strauss, President

11214

RE: Application for a 160-acre Non-Standard Gas Spacing and Proration Unit in the Rhodes Yates-Seven Rivers Gas Pool: SW/4 NE/4, N/2 NW/4, and SE/4 NW/4 Section 23, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico.

Dear Mr. Strauss:

Per your letter dated January 25, 1995, the subject matter has been set for hearing before a Division Examiner on the March 2, 1995 docket. PermOK Oil, Inc. will be required to provide notice pursuant to Division General Rule 1207.A(6) and to submit a "Pre-hearing Statement" as requested by Division Memorandum 2-90, dated April 30, 1990 (see copy attached). You should also be ready to present evidence as to why a standard 160-acre gas spacing and proration unit comprising the NW/4 of said Section 23 can not be formed either voluntary or through forced pooling.

Should you have any questions, please contact me in Santa Fe at (505) 827-8185.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner".

Michael E. Stogner
Chief Hearing Officer/Engineer

MES/kv

cc: Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad
Meridian Oil, Inc., Attn: Richard Smiley - Midland, Texas
William J. LeMay, O.C.D. Director - Santa Fe

VILLAGRA BUILDING - 408 Galisteo
Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830
Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

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Office of the Secretary
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Energy Conservation & Management
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Mining and Minerals
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Oil Conservation
827-7131