

**ATLANTIC**

**THE ATLANTIC REFINING COMPANY**

INCORPORATED - 1870

**PETROLEUM PRODUCTS**

**ATLANTIC BUILDING**

**DALLAS, TEXAS**

March 7, 1958

DOMESTIC PRODUCING DEPARTMENT  
PRODUCTION DIVISION

T. C. FRICK, MANAGER

V. E. STEPP, CHIEF PET. ENGR.

R. O. CHILDERS, GEN'L. DRILLING SUPT.

W. L. BOWSER, SUPT. OF NATURAL GAS

R. A. HAMILTON, SUPT. OF MATERIALS

H. C. RENZ, SUPV. OF CLERICAL AND RECORDS

MAILING ADDRESS  
P. O. BOX 2819  
DALLAS 21, TEXAS

*Case  
File*

New Mexico Oil Conservation Commission  
107 Mabry Hall  
Capitol Building  
Santa Fe, New Mexico

Gentlemen:

This letter concerns the rehearing on Case No. 1308, Order R-1069-B, establishing 80-acre spacing in the Bisti-Lower Gallup Oil Pool, San Juan County, New Mexico.

The Atlantic Refining Company has a 160-acre proven lease in the Bisti-Lower Gallup Oil Pool. We believe we cannot develop our lease profitably on 40-acre spacing. Atlantic believes one well will drain at least 80 acres and any additional drilling would be economic waste.

Atlantic agrees with the Commission's ruling establishing 80-acre spacing and asks the Commission to leave it in effect.

Yours very truly,

*Eruce Vernor*

Eruce Vernor  
Reservoir Engineer

EV:vwj