

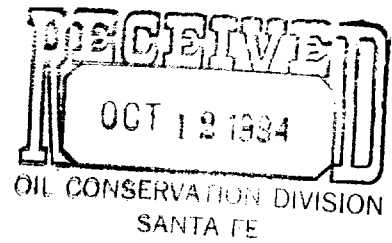
ELK OIL COMPANY

BOX 310

ROSWELL, NEW MEXICO 88201

(505) 623-3190

JOSEPH J. KELLY
PRESIDENT



October 10, 1984

Mr. Richard L. Stamets
Director, Oil Conservation Division
State of New Mexico
Energy & Minerals Department
P. O. Box 2088
Santa Fe, New Mexico 87501

Case 8404

Re: N.M. EJ State #1
660 FSL and 990 FEL of
Sec. 22, T-16S, R-34E
Undesignated S. Kemnitz
Atoka-Morrow Field
Lea County, New Mexico

Gentlemen:

Elk Oil Company has been notified by Exxon Corporation on the above well. Elk Oil Company planned to protest this unorthodox location.

Please let us know the date of the hearing.

Yours very truly,

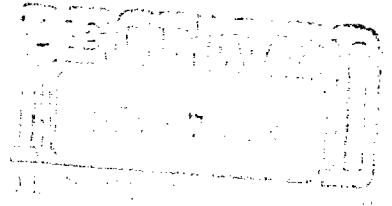
ELK OIL COMPANY

A handwritten signature in black ink, appearing to be "J. Kelly", written in a cursive style.

Joseph J. Kelly
President

JJK/rm

EXXON COMPANY, U.S.A.
POST OFFICE BOX 1600 • MIDLAND, TEXAS 79702



PRODUCTION DEPARTMENT
MIDCONTINENT DIVISION
THOMAS J. TIBBITTS
REGULATORY AFFAIRS MANAGER

November 2, 1984

New Mexico EJ State #1
660' FSL & 990 FEL of
Section 22, T-16S, R-34E
Undesignated South Kemnitz
Atoka/Morrow Field
Lea, County, New Mexico

Mr. Richard L. Stamets
Director, Oil Conservation Division
New Mexico Department of Energy and Minerals
P.O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Stamets:

Exxon Corporation hereby withdraws our application for the subject unorthodox location. This application was set to be heard as Case #8404 on November 14, 1984.

T.J. Tibbitts
by J.K. Lytle

WTD:km

xc: C.C. Stewart, Jr.
B.J. Ingram
M.C. Knipling

TIPTON & DENTON

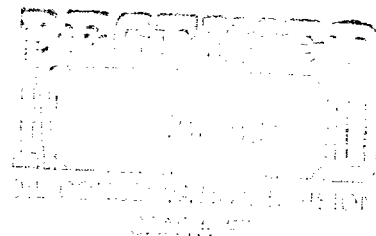
1600 SAN JACINTO TOWER

LB 71

2121 SAN JACINTO STREET

DALLAS, TEXAS 75201

(214) 969-0100



October 23, 1984

Case 8404

**CERTIFIED MAIL NO. P 593 452 563
RETURN RECEIPT REQUESTED**

Mr. Richard L. Stamets
Director, Oil Conservation Division
State of New Mexico
Energy and Minerals Department
P.O. Box 2088
Santa Fe, New Mexico 87501

RE: Exxon Company, U.S.A. - New Mexico E J State Well # 1,
660' FSL and 990' FEL of Section 22, T16S, R34E,
Undesignated South Kemnitz Atoka/Morrow Field, Lea
County, New Mexico

Dear Mr. Stamets:

With reference to Exxon's letter to you dated October 4, 1984, please be advised that Tipton & Denton is an offset operator with respect to the above-referenced and proposed location by Exxon.

With respect to the request for permission to drill an unorthodox location, Tipton & Denton respectfully objects to such request as it would permit usage of the hole for purposes of production of "salvage" zones in the Wolf Camp, or one or more of the area shallower series of productive intervals all of which would result in drainage that would not occur in an orthodox location to the contiguous leasehold of Tipton & Denton.

The Tipton & Denton Humble State D No. 3 is 1980' from the South line and 1980' from the West line of Section 22, T16S, R34E, which is clearly in a location that would permit the requested unorthodox well site to effect drainage to a degree that would not otherwise occur if an orthodox location standard were maintained for the referenced well. Tipton & Denton, therefore, respectfully

TIPTON & DENTON

Mr. Richard L. Stamets
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October 23, 1984

objects to the Exxon request for unorthodox location authority with respect to the referenced well.

Thank you for your kind consideration.

Very truly yours,

TIPTON & DENTON



Michael G. Denton

MGD:cc:ll

cc: Elk Oil Company
P.O. Box 310
Roswell, New Mexico 88201

ARCO Oil & Gas Company
Attention: Mr. J. L. Hastings
P.O. Box 1610
Midland, Texas 79702

Ms. Melba Knipling
Unit Head
NGPA and Permits
Exxon Company, U.S.A.
P.O. Box 1600
Midland, Texas 79702

Mr. Dwight A. Tipton
P.O. Box 1025
Lovington, New Mexico 88260