



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

TONY ANAYA
GOVERNOR

June 4, 1985

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Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico
85701

Attention: R. L. Stamets, Director

Subject: Application of Cities Service Oil & Gas Corporation -
Case #8624

Dear Mr. Stamets:

Last April, Jerry Sexton and I met with Jane Barton of Cities Service. At this meeting, Jane Barton presented geologic and production data which indicated that the Cities Service Federal AA #1 well located in Unit B, Section 9, Township 18-S, Range 33-E is producing from a separate reservoir.

I agree with this interpretation and support their application for a new pool and discovery allowable.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Paul F. Kautz".

Paul F. Kautz
Geologist III

PK:bw

