

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

March 11, 1982

P.D. DRAWER DD ARTESIA, NEW MEXICO 88210 (505) 748-1283

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

> Internorth, Inc. 403 Wall Towers, West Midland, Tx 79701

> > Re: Vandagriff Fed. #1-K Sec. 1-16S-27E Diamond Mound-Atoka Pool

Gentlemen:

There has arisen a need to study the Diamond Mound-Atoka and Morrow gas pools. The reasoning being:

- (1) Complexities in correlation due to the depositional surface and nature of the reservoir.
- (2) Splitting of production history into two pool names based on existing correlations.
- (3) Potential commingling difficulties.
- (4) Operators disagreement on the Morrow and Atoka formation tops.
 A feasible solution is:
 - (1) Abolish the Diamond Mound-Morrow gas pool.
 - (2) Extend the Diamond Mound-Atoka gas pool to include the acreage of said abolished pool.
 - (3) Extend the vertical limits of the Diamond Mound-Atoka gas pool to include the Morrow formation. Rename said pool to the Diamond Mound-Atoka/Morrow gas pool.

If you have any questions regarding this matter feel free to contact me at this office.

Sincerely,
Ramy Brooks
Larry Brooks

Geologist

LB:jw