

Western National Bank Bldg.  
16th Floor, Suite 1608  
505 Marquette, NW  
Albuquerque, New Mexico 87102

RECEIVED

JUL 20 1976

U. S. GEOLOGICAL SURVEY  
ARTESIA, NEW MEXICO

Vates Petroleum Corp.  
207 South 4th Street  
Artesia, New Mexico 88210

Attention: Jack W. McCann

Gentlemen:

Enclosed are three approved copies of communitization agreement No. Com. Agr. SM-1039 involving 160 acres of land in Federal leases NM-A16243 and NM-0554756 and 160 acres of Fee land, Eddy County, New Mexico, comprising a 320-acre well spacing unit.

The agreement communitizes all rights as to dry gas and associated liquid hydrocarbons producible from the Abo formation in the NW sec. 25, T. 17S., R. 23E., N.M.P.M., and is effective as of June 17, 1976.

You are requested to furnish all interested principals with appropriate evidence of this approval.

Sincerely yours,

Orig. Signed - JAMES W. SUTHERLAND

JAMES W. SUTHERLAND  
Area Oil and Gas Supervisor

Artesia (w/cy agr.) ← This Copy for  
BLM, Santa Fe (w/cy agr.)  
File (2)  
Roswell (cy. agr.)

R-4751 (320 acres for Abo)

EZuniga:dap:7/15/76

RECEIVED

JUL 26 1976

O. C. C.  
ARTESIA, OFFICE