



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

JERRY APODACA
GOVERNOR

NICK FRANKLIN
SECRETARY

P.O. DRAWER DD
ARTESIA, NEW MEXICO 88210
(505) 746-4861

October 12, 1978

Beard Oil Company
2000 Classen Center
Suite 200 South
Oklahoma City, Okl. 73106

Re: Hanlad
#1-E-17-17-24
Eddy County, N.M.

Gentlemen:

We hereby acknowledge receipt of the Completion Reports and a copy of the application for dual completion on the subject well.

According to our geologist, Mr. John Runyan, the upper zone in this well is in the basal abo and therefore would require 160 acre spacing, unless you expand your hearing to include 320 acre spacing for the abo.

Please submit the proper acreage dedication (160 acres) for the abo.

If you have any questions concerning this matter, please feel free to call upon me.

Sincerely yours,

W. A. Gressett
Supervisor, District II

WAG:ro

Xc/ Mr. R.L. Stamets
Santa Fe, N.M.