

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

March 11, 1982

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

Gulf Oil Corporation P. O. Box 670 Hobbs, NM 88240

Re: See Attachment

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.
- Splitting of production history into two pool names based (2) 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.
 - 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, is Brooks

Geologist

LB:jw

Callaway Federal #1-L, 6-16S-28E Diamond Mound-Atoka Pool Callaway Federal #2-J, 6-16S-28E Diamond Mound-Morrow Pool Callaway Federal #3-S, 6-16S-28E Diamond Mound-Morrow Pool