

Drawer 1857
Roswell, New Mexico 88201

May 10, 1974

Atlantic Richfield Company
Attention: Mr. William L. Embry
P.O. Box 1610
Midland, Texas 79701

Gentlemen:

Enclosed is one approved copy of communitization agreement No. Com.
Agri.-SW-377 involving 200.00 acres of land in Federal leases New Mexico
0400877 and 3606 and 440.00 acres of state land, Eddy County, New Mexico,
comprising a 640-acre well spacing unit.

The agreement communitizes all rights as to dry gas and associated liquid
hydrocarbons producible from the Morrow formation in sec. 9, T. 21 S.,
R. 26 E., N.M.P.M., and is effective as of April 2, 1974. It is under-
stood that in the event a subsequent State order sets the well spacing
for this area at less than 640 acres, then you will prepare and submit
to this office an appropriate communitization agreement for the pro-
tection unit so established which will supersede this agreement.

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

Sincerely yours,

H. O. FREDERICK
Area Oil and Gas Supervisor

cc:

BLM, Santa Fe (w/cy agr.)
Com. Pub. Lands, Santa Fe (ltr only)
Artesia (w/cy agr.)
File (2)

RStall:ds

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ARTEZIA, NEW MEXICO