TELEPHONE 505 393-7411

POST OFFICE BOX 297

HOBBS, NEW MEXICO 88240

December 22, 1972

Mr. Bill Gressett New Mexico Oil Conservation Commission Drawer DD Artesia, NM 88210

> Re: Brunson & McKnight #1 Howard Hemler 1980'fSL & 660'fWL Sec. 29-22S-27E

Dear Mr. Gressett:

Please find attached form C-101 and form C-102 pertinent to the drilling of the captioned test.

As we discussed on the telephone today, we have a slight problem concerning the release of former Union Oil Company of California leases in the NW/4 of Section 29. Union has agreed to the release of their former leases and it is anticipated that this release will be put of record in the county shortly after the first of the year.

In order to facilitate our being able to spud this well prior to the first of the year, the form C-102 has as dedicated acreage the SW/4 of Section 29. This, of course, is not a standard proration unit. At such time as the Union release is of record in the county, we will then file an amended form C-102 to show the W/2 of Section 29 dedicated to this well.

Yours truly,

BYRON M. McKNIGHT

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BMM/jw Enclosures

cc: Mr. Nolan H. Brunson, Jr. Mr. M. McDonnold, Jr.

RECENTER

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