Belco Petroleum Corporation

Belco

Oil Conservation Commission State of New Mexico P.O. Drawer DD Artesia, NM 88210

Attn: W. A. Gressett Supervisor, District #2 April 26, 1976

RECEIVED

APR 27 1976

O. C. C. ARTESIA, OFFICE

Re: Avalon Prospect Belco #1 Douglass E/2 Section 7, 22-27 Eddy County, New Mexico

> Compulsory Pooling Hearing April 14, 1976

Gentlemen:

Please reference your letter to Belco's Houston office dated April 23, 1976, wherein you stated that form ClO2 required the outlining of the ownership on the plat which accompanied this form.

Attached is a copy of Exhibit No. 2 in Belco's Case No. 5666 which was presented at the April 14, 1976, hearing. The scale of this plat is 1 inch equals 400 feet and shows only the E/2 of Section 7, T22S, R27E. Also attached to this plat please find 2 pages showing the 6 unleased lots and acreage leased by Michael P. Grace, which attachment was also presented to the hearing. I am also sending you a copy of Belco's Exhibit No. 6 in Case No. 5666 which is the second letter Belco sent to Michael Grace. I have adjusted the acreage and percentage figures on this second letter as of April 14, 1976.

I am also sending you a "partner list" for your information. This was not presented at the hearing.

I also have a break down as to every town lot leased by Belco and their partners. If you would like a copy of this break down, please let me know.

I certainly hope the copies of these exhibits and the extra partner list will enable you to understand Belco and partners situation as far as force pool is concerned. If there is anything further you need with regard to land information, please write me at the Midland office.

Yours very truly,

Ward Ward

Mary Ward Landman