ENERGY AND MINERALS DEPARIMENT OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

June 17, 1981

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

Delta Drilling Co. 3100 C North "A" St. Midland, TX 79702

> Re: Amoco Federal #2-P-11-23-28 Eddy County, NM

Gentlemen:

We hereby acknowledge receipt of the Notice of Intention to Drill the subject well approved by the USGS on June 11, 1981 as a Wildcat.

However, according to our records said well is located within the boundries of the South Culebra Bluff Bone Springs Pool.

Said well is not located in accordance with the special pool rules, therefore the NSL must be approved prior to producing the well, Further you did not outline the dedicated acreage. Please advise this office as to which 80 acres is dedicated.

If you have any questions concerning this matter please feel free to contact me.

Sincerely,

W.a. Gresset

W. A. Gressett Supervisor, District II

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WAG:br

BRUCE KING

LARRY KEHOE