

Hondo Oil & Gas Company

Box 1610
Midland, Texas 79701

RECEIVED

MAR 26 1982

O. C. D.
ARTESIA OFFICE

March 24, 1982

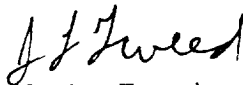
Amoco Production Company (USA)
P.O. Box 68
Hobbs, New Mexico 88240

Gentlemen:

RE: Requested Waiver of Consent for Unorthodox Location,
Nonstandard Proration Unit, and
Simultaneous Dedication
Empire South Deep Unit #22 ✓
Eddy County, New Mexico

As a direct offset operator to the subject proration unit, we must object to the drilling of a second well in the N/2 Section 31, T-17-S, R-29-E, Eddy County, New Mexico. Statewide Rules specify that there will be one well per proration unit, and this proration unit is assigned to the Empire South Deep Unit No. 5. We believe that the addition of a second well to this proration unit would be a violation of our correlative rights as working interest owner in the South Empire (Morrow) Field.

Very truly yours,



J. L. Tweed
District Engineer

CMT:JLT:cn

cc: Depco, Inc.
Husky Oil Co.
H. E. Yates
NMOCD-Artesia/Santa Fe