

## DIRECTOR

JOE D. RAMEY

## **OIL CONSERVATION COMMISSION**

STATE OF NEW MEXICO 1000 RIO BRAZOS RD. - AZTEC

87410

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

January 11, 1977

Mr. L. C. Campbell Palmer Oil & Gas Company P. O. Box 2564 Billings, Montana 59103

Re: Palmer Oil & Gas Company

Stevenson #2

1850/N; 1150/W 8-26N-2W

Dear Mr. Campbell:

The location for the subject well is not in compliance with Order R-1670, the Blanco-Mesaverde Pool Rules, which requires the first well to be located in the northeast or southwest quarter of the section. An exception to this requirement may be obtained after hearing before the Commission or one of its examiners.

If there are questions, please contact us.

Yours very truly,

A. R. Kendrick

Supervisor, District #3

Enclosures

ARK:no