



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

JERRY APODACA
GOVERNOR

NICK FRANKLIN
SECRETARY

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-8178

May 17, 1978

Merrion & Bayless
P. O. Box 1541
Farmington, New Mexico 87401

Re: Hi Roll #2, K-35-27N-13W
Hi Roll #3, G-35-27N-13W

Gentlemen:

As per our telephone conversation May 16, 1978, the intended locations for the above wells are not in accordance with Rule 104 of the Rules and Regulations of the Oil Conservation Division. Please refer to paragraph F of Rule 104 and file an application for an unorthodox location for each well. Send two copies of each application to this office and two copies to our Santa Fe office.

Also, as per your telephone conversation with Mr. Kendrick, the pool name for all four Hi Roll lease wells has been changed to WAW Fruitland Pictured Cliffs from Nipp Pictured Cliffs. This gives you the opportunity to down-hole commingle production from the Fruitland and Pictured Cliffs zones.

If you have any questions, please call this office.

Yours truly,

Frank T. Chavez
Deputy Inspector, District #3

FTC:no