NEW MEXICO

OIL CONSERVATION COMMISSION

AZTEC, NEW MEXICO

January 28, 1956

Pubco Development, Inc. Box 1419 Albuquerque, New Mexico

Att: Mr. Frank Gorham

Dear Mr. Gorham:

It has come to our attention that we recently approved the drilling unit on your \$19 State well in the NE & Section 2-30N-8W without proper authority. You have dedicated the north half of Section 2-30N-8W containing 328.4 acres. Rule 6-A of Order R-128-D specifies that any unit containing less than 316 or more than 320 acres is a non-standard unit and requires administrative approval from Mr. Macey, as set out in Rule 6-B.

As this well was connected 12-15-55 it has been producing since that time without proper authority so that I would advise you to take care of this matter immediately.

If we can be of any assistance please advise us.

Yours very truly

Emery C. Arnold Supervisor, District #3

ECA :ks

OCC, Santa Fe, N.M.

NEW MEXICO ONSERVATION CONTRISSION AZTEC, NEW MEXICO

January 28, 1956

Pubeo Develogment, Inc. For 1419 Albuquerque, New Mexico

Att: Mr. Fram Gorban

Dear Ar. Gerhau.

It has some to our attention what we recently approved the drilling unit on your #19 State well in the white the proper unit on your #19 State well in the white he proper unity. You have dedicated the north half of Section 2-30N-W containing 32S.4 acres. Full 6-0 of Order R-108-D specifies that any unit concessing less than \$16 or more than 32O acres is a non-standard unit and requires adulmistrative approval from Mr. Macey, as set out in hile 6-5.

As this well sta conveted 12-15-59 at has been orodnowing since that time without proper subjecting so that I would siving you to take care of this jeter image!! ately.

If we can de of any assistance blease davie, us.

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Emery 6. Arcold Supervisor, Vistinct #9

ECA:KB

oc: Mr. M.b. Macer W.C. Santa Fe, V.K.