

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

GOVERNOR

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

September 18, 1984

Union Texas Petroleum Corp. P.O. Box 1290 Farmington, NM 87401

Re: Payne #8 L-21-32N-10W

Gentlemen:

According to the Cedar Hill Basal Coal Pool rules set forth in order R-7588, you have perforated out of zone. You must either set a packer to separate the basal coal or apply for a hearing extending the vertical limits of the Cedar Hill Basal Coal Pool.

If you have any questions, please contact this office.

Yours truly,

Ernie Busch Geologist II

EB/dj

cc: E. Busch

Well File

Operator File