

BENSON-MONTIN-GREER DRILLING CORP.

GENERAL OFFICE:
1390 FIRST NATIONAL BLDG.
OKLAHOMA CITY 2, OKLAHOMA
PHONE CENTRAL 5-0546

158 PETROLEUM CENTER BUILDING
FARMINGTON, NEW MEXICO
PHONE DAVIS 5-8874

December 6, 1963

New Mexico Oil Conservation Commission
P.O. Box 871
Santa Fe, New Mexico

Re: APPLICATION OF DR. SAM G. DUNN
FOR 80-ACRE LOCATION IN N $\frac{1}{2}$ SW $\frac{1}{4}$
SEC. 26, T-26N, R-1E
PUERTO CHIQUITO POOL, RIO ARRIBA
COUNTY

Gentlemen:

We have copy of application of Dr. Sam G. Dunn, signed by Ben Donegan, dated December 5, 1963, for the captioned location. Benson-Montin-Greer Drilling Corp. is operator of adjoining leases to the west of this proposed location.

As discussed with Dr. Dunn today, this amounts to an 80-acre location, inasmuch as a producing well now exists in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ Section 26. The application therefore does not comply with the present spacing order of one well to 160 acres. Benson-Montin-Greer Drilling Corp. therefore opposes a well drilled at such a location. It is our understanding that a new hearing would have to be held, reversing the decision of the order resulting from Case 2381, which established 160-acre spacing for this area, before wells can be drilled on a more dense pattern than one well to 160 acres.

Yours very truly,

BENSON-MONTIN-GREER DRILLING CORP.

BY: _____

Albert R. Greer
Vice-President

cc: Dr. Sam G. Dunn
cc: Mr. Ben Donegan
cc: Mr. Jack London, Jr.