November 5, 1957 1000 KOV 7 M 5 : 59

Amerada Petroleum Corp. Beacon Building P.O. Box 2040 Tulsa 2, Oklahoma

Attention: Mr. R.S. Christie

## Gentlemen:

We have received your letter dated November 2, 1957 asking that Tidewater's application to increase the Coates gas unit be withheld until negotiations are completed on the possible formation of two standard proration units to cover the entire area of Section 24.

It has been our plans to negotiate for these two units, however, as it will be sometime before this is completed, especially in the south half because of the required deepening of a well to the Justis Gas Pool, we submitted the application for a non-standard unit.

When communitization of these tracts, Tidewater, Amerada & Western Natural are completed, rededication of this acreage will be made.

Thank you for your cooperation in this matter.

Lours very truly,

Tidewater Cil Company

H.P. Shackelford

Area Superintendent

HPS:hew

cc: New Mexico Oil Conservation Comma.

Mr. H.E. Berg

Mr. H.G. Wesberry

GENERAL OFFICES
120 BROADWAY NEW YORK

AMERADA PETROLEUM GORPORATION

BEACON BUILDING
P.O. BOX 2040
TULSA 2, OKLA.

November 2, 1957

Tidewater Oil Company P. O. Box 5h7 Hobbs, New Mexico

Attention: Mr. H. P. Shackelford

Gentlemen;

We have your application to the New Mexico Oil Conservation Commission to increase the size of your Coats Unit in the Justis Pool from 160 acres to 320 acres.

This is to advise we are negotiating with your Tulsa office in joining Tidewater in a well in the South half of Section 24. By unitizing with Western Natural in the North half and with us in the South half all acreage would then be dedicated to two wells.

We would appreciate it if you would withhold your present application until negotiations have been completed.

Thanking your for your consideration in this matter, we remain

Yours very truly,

Amerada Petroleum Corporation

Conservation Comm.

R. S. Christie

## MAIN OFFICE OGE CONSERVATION COMMISSION 1956 NOV 8 AM 8:44 BOX 2045

HOBBS, NEW MEXICO

	DATE_	No <b>v.</b>		
OIL CONSERVATION COMMISSION BOX 871	Re:	Proposed	NSP	401
SANTA FE, NEW MEXICO		Proposed	NSL_	
		Proposed	NFC.	
		Proposed	DC	
Gentlemen:				
I have examined the application dated	10,	/24/57		
for the Tidewater Oil Co. A. B. Coates "C"  Operator Lease and Well No.		24-25-37 S-T-R		<del></del>
and my recommendations are as follows:  O.KE.J.F.  O.KJ.W.R.				
Yours very truly,				
OIL CONSERVATION CC	MMISSI - 1 (C)	ion Lex		