THE SUPERIOR OIL COMPANY

P. O. BOX 3015, TERMINAL ANNEX LOS ANGELES 54, CALIFORNIA

March 17, 1958

Skelly Oil Company P. O. Box 1650 Tulsa 2, Oklahoma

Attention: Mr. George W. Selinger

Subject: Otero Gallup Oil Pool

Rio Arriba County, New Mexico (Superior Reference NM-5020)

Dear George:

Thank you for your letter of February 7, 1958, asking for the views of this Company on the matter of well density and well spacing in the above pool.

Our investigation to date has indicated that we are in agreement that the field should be developed on an 30 acre density; we are unable at this time, however, to give you any firm indication in regard to the matter of following a uniform pattern of southeast and northwest 40 acre locations within each governmental quarter section.

THE SUPERIOR OIL COMPANY

TH:sb

cc: Southern Union Gas Company Burt Building Dallas, Texas

BEFORE EXAMINER NUTTER

OIL CONSERVATION COMMISSION

EXHIBIT NO. __//