

March 25, 1985

8509

Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Case No. 8509
Examiner Hearing of March 27, 1985
Application of TXO Production Corp.
Delta Fee "B" No. 1 Well
Township 22 South, Range 27 East, NMPM
Section 14: E/2
Eddy County, New Mexico

Gentlemen:

Please dismiss Case No. 8509 set for the Examiner Hearing of March 27, 1985, on the Application of TXO Production Corp. for Compulsory Pooling and an Unorthodox Location, Eddy County, New Mexico.

Thank you.

Sincerely yours,

DICKERSON, FISK & VANDIVER


Chad Dickerson

CD:pvm
Enclosures

cc w/enclosures: Mr. David Hundley

TXO PRODUCTION CORP.

900 WILCO BUILDING

MIDLAND, TEXAS 79701

915/682-7992

March 21, 1985

Mr. Chad Dickerson
Dickerson, Fisk, and Vandiver
Attorneys At Law
Mahone Office Court, Suite E
7th and Mahone
Artesia, New Mexico 88210

Case 8509

Re: Delta Fee "B" #1 Well
E/2 Section 14,
T-22-S, R-27-E
Eddy County, New Mexico
OCD Case #8509

Dear Chad:

As you know, TXO Production Corp. has applied for compulsory pooling and an unorthodox gas well location in the above referenced well and case, which is scheduled for next Wednesday, March 27, 1985. In our latest application for this case, we notified the OCD that we would be pooling the interest of Union Oil Co. of California, as well as, Monsanto Oil Company for the Delta Fee "B" #1 Well.

This letter is to advise you that TXO and Monsanto Oil Company have reached an agreement regarding Monsanto's participation in the Delta Fee "B" #1 Well. As a result of our agreement, Monsanto Oil Company will approve our unorthodox location and TXO will remove the name of Monsanto Oil Company from our application for compulsory pooling in this case. As a result, only the interest of Union Oil Co. of California will be subject to compulsory pooling in Case #8509.

Thank you for your assistance and cooperation and please do not hesitate to give me a call should you have any questions regarding our intentions in this letter. We shall look forward to talking to you again in the near future.

Sincerely,

David M. Hundley
David M. Hundley
District Landman

DMH/bv

cc: Monsanto Oil Company
1300 One First City Center
500 W. Texas
Midland, Texas 79701
Attn: Mr. Randall L. Davis

Mr. R. L. Stamets, Director
State of New Mexico
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501