## STEVENS OPERATING CORPORATION

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March 5, 1990

MR 6 '90

O. C. D. MRTESIA, OFFICE

Mr. Mike Williams New Mexico Oil Conservation Division P. O. Drawer DD Artesia, New Mexico 88210

> Re: Oil Conservation Division Case No. 9854 Order No. R-9131

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Dear Mr. Williams:

Pursuant to page 6, paragraphs (3) and (4) of the above referenced Order, please find enclosed Forms C-102 for the McBride State #1 and the McBride State Com #2 wells.

The Order provides for notification within 30 days of any well presently drilling to or completed in the Diablo-Fusselman having an unorthodox location. The McBride State Com #2 drilling to the Fusselman formation in the Diablo-Fusselman commenced on March 1, 1990, prior to the date of the Order.

The Order further provides for notification within 60 days of the dedication of 160 acres to existing wells. The McBride State #1 and #2 previously had 40 acre dedications.

Also enclosed is a C-104 for the McBride State #1 well. This well was originally completed as a gas well with 320 acre dedication. With 160 acre dedication, there is no longer any need for communitization as only one State Lease covers the entire proration unit.

Should you have any questions regarding this matter, please do not hesitate to contact me.

Very truly yours,

STEVENS ODERATING CORPORATION

Patricía Thompson Greenwade General Manager

PTG/ms

Enclosures