



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

April 23, 1999

Reliance Operating Company
Attention: Carlton Wheeler
P. O. Box 10946
Midland, Texas 79702

Re: Federal "D" Well No. 3 (API No. 30-025-34066), located 1120'
FSL & 1420' FEL (Unit O) of Section 31, Township 9 South,
Range 36 East, NMPM, Lea County, New Mexico.

Dear Mr. Wheeler:

Attached are copies of the well records from the Division's Hobbs District office. Pursuant to Division Rule 104.B(1)(a) and (d) this location is an unorthodox Atoka gas well location, please file an appropriate application as required by Division Rule 104.F (see copy of Rule 104 in its entirety attached).

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: Chris Williams, Supervisor Division District I – Hobbs
Paul Kautz, Geologist – Division District I, Hobbs
File: NSL-3838