



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE  
July 26, 1978

JERRY APODACA  
GOVERNOR

NICK FRANKLIN  
SECRETARY

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Read & Stevens, Inc.  
P. O. Box 1518  
Roswell, New Mexico 88201

Gentlemen:

According to Mr. John Runyan, Geologist for this office, your Holly Federal Well No. 1 located in Unit B of Section 28, T-7-S, R-35-E, has been completed in the Upper San Andres formation, which will place the well in the Todd Upper San Andres Pool.

Since the special rules for the Todd Upper San Andres Gas Pool require that a well be located no nearer than 990 feet to the outer boundary of either the Northeast or Southwest quarter of a section, this well, which is located 660 feet from the north line and 2080 feet from the east line, is at an unorthodox location. Before the sale of gas from this well can be authorized, it will be necessary for you to obtain approval for this unorthodox location from the Oil Conservation Division in Santa Fe.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton  
Supervisor, District 1

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