



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

June 23, 1980

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

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Anadarko Production Company
P. O. Box 67
Loco Hills, New Mexico 88255

Gentlemen:

Your Friend Federal Well No. 1 located in Unit E of Section 21, T-13-S, R-31-E, has recently been completed as a shut in gas well in the Southeast Chaves Queen Gas Area Associated Pool. Since gas well spacing in this pool is 320 acres, prior to producing this well, it will be necessary for you to submit two copies of a revised Form C-102 outlining the 320 acre unit to be dedicated. In the event that you choose to dedicate less than 320 acres, it will be necessary to obtain a Non-Standard Proration Unit Order, and also to submit the revised Form C-102 outlining dedicated acreage.

We might point out that the location of the well is orthodox only for a 320 acre unit comprising the west half of the section.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District 1

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