



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

March 14, 1991

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

McClellan Oil Corporation
P.O. Drawer 730
Roswell, NM 88202

Attn: Mitch Lee

Re: Recompletion
McClellan A Federal #2-H
Section 27, T15S, R30E

Gentlemen:

We have received from the BLM a copy of your sundry notice indicating the above-referenced well should have been designated as an Abo gas well, instead of Wolfcamp as stated on well completion report. Our geologist, Paul Kautz, concurs with this finding.

However, you indicate your dedicated acreage for the Abo gas well to be the E/2 NE/4 Section 27 (80 acres). This does not conform with OCD policy on acreage dedicated to an Abo gas well. Our rules require 160 acres be dedicated. Please resubmit acreage dedication plat, Form C-102 showing 160 acres. Anything less than that will require approval of a non-standard proration unit.

*160 ac
C-102
need*

Also, before the well can be produced it will be necessary for you to file Form C-104, Request for Authorization to Transport Oil & Natural Gas.

*need C104
need cannot
date*

If you have further questions, please contact Evelyn Downs at 505-393-6161.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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