STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

July 21, 1988

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

MWJ Producing Company 400 West Illinois, Suite 1100 Midland, TX 79701

Attn: Pat Drexler

Re: Elkan "6" Com #1-L Sec. 6, T13S, R5E

Gentlemen:

Forms covering the recompletion of the above-referenced well from the Atoka Gas to the Cisco "Bough B" have been received. This completion will qualify for the creation of a new oil pool.

Rule 104 (b) requires that 40 acres be dedicated to a wildcat oil well. Therefore, we cannot accommodate your request for the creation of a pool with 160-acre spacing. However, the operator has the option to initiate a hearing to establish a new pool with special spacing rules. Should you desire to do this, please advise.

In order that we may process this recompletion, please furnish this office with three copies of Form C-102, acreage dedication plat, outlining 40 acres for this Cisco "Bough B" completion. Since this plat is to reflect the dedicated acreage only, it does not have to be an original surveyor's plat.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

JS/ED/ed

P.S. Please advise if the dedicated acreage will still be communitized? It may be necessary to drop "com" from the lease name.