



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

April 9, 1987

POST OFFICE BOX 1960
HOBBS, NEW MEXICO 88241-1960
(505) 393-6161

MGF Oil Corporation
Box 360
Midland, TX 79702

Attn: Mr. Robert Lanum

Re: Change in Pool Designation
E.B. Anderson #3-M
Section 6, T13S, R38E

Gentlemen:

The above-referenced well, originally placed in the Stallion-Devonian Pool, will come under the West Bronco-Devonian Pool. The Stallion Devonian Pool was an incorrect pool designation as the acreage was already inside the West Bronco-Devonian Pool.

Please amend your records to show this change in pool designation and file Form C-104 to show the change in pool designation.

If you have geological or geophysical data indicating the #3 well is actually producing from the same source of supply as the Stallion Devonian Pool, please bring your data in and go over it with our Geologist, Paul Kautz. If an agreement cannot be reached, you may make an application for a hearing on the matter.

I would also like to point out that if your E. B. Anderson #2-M is returned to production in the Devonian, it will share the 40-acre allowable with the #3-M well.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

JS/ED

cc: Paul Kautz