



TONEY ANAYA
GOVERNOR

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

January 6, 1986

50 YEARS



1935 - 1985

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88240
(505) 393-6161

ARCO Oil & Gas Company
P. O. Box 1710
Hobbs, New Mexico 88240

Re: Lea 396 State Well No. 2, Unit F
Section 35, T-15-S, R-36-E
Dean-Permo-Pennsylvanian Pool

Gentlemen:

Recently Bliss Petroleum has completed their ARCO State No. 1-Y located in Unit E of Section 35, T-15-S, R-36-E, as a producer in the Dean Permo-Penn Pool. Our records show the S/2 of the SW/4 to be dedicated to the subject well for ARCO, however.

Since we will be unable to approve this simultaneous dedication of acreage, it will be necessary for ARCO to reduce the proration unit for the subject well and to obtain approval from the Santa Fe office of the Oil Conservation Division for a 40 acre proration unit for the well.

Please submit two copies of a revised Form C-102 outlining a 40 acre proration unit for this well.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District 1

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