

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

BRUCE KING GOVERNOR

August 12, 1992

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

T.H. McElvain Oil & Gas Properties P.O. Box 2148 Santa Fe, NM 87504-2148

Attn: H. E. Gene Lee

RE: New Mexico AC State #1 Unit H, Sec. 22, T17S, R35E

Gentlemen:

We have received your C-103 indicating you plan to abandon the Atoka perforations in the above-referenced well and perforate the Upper Penn zone at 10,010-10515 feet. Should the perforations be commercial and you apply for an allowable you will need to submit an acreage dedication plat, Form C-102, for the Upper Penn. According to our records an Upper Penn completion will be classified as a wildcat.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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