

September 19, 1986

File: SGH-1360-WF

Re:

South Hobbs Unit No. 216

Hobbs (G/SA) Field Sec. 4, T-19-S, R-38-E Lea County, New Mexico

Shell Western E & P P. O. Box 1950 Hobbs, NM 88240

Amoco Production Company has received approval from the New Mexico Oil Conservation Division to drill the South Hobbs Unit No. 216 as a water injection well at the above referenced location. This well in our Northern Leaseline Infill Drilling project provides us an opportunity to test San Andres Zone I potential in this area.

Therefore, Amoco Production Company respectfully requests your approval, acting as North Hobbs Unit operator, to conduct temporary Zone I production tests with our South Hobbs Unit No. 216 prior to commencing with injections operations.

If you have no objections with this limited test, please indicate your approval in the spaces provided below and return this letter to Amoco Production Company using the envelope provided. The extra copy is for your files.

If further information is required, please contact Steve White or Steve Brownlee at (505) 393-1781.

Approved By:

Date: 9-26-

J. L. KRUPKA District Manager

SBB/tjt APRDO1-CC Amoco Production Company P. 0. Box 68

P. 0. Box 68 Hobbs, NM 88240

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