STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

HOBBS DISTRICT OFFICE

March 7, 1980

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

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

> Belco Petroleum Corporation 10,000 Old Katy Road, Suite 100 Houston, Texas 77055

Re: State 12 Well No. 1 Unit G Section 12, T-21-S, R-34-E Lea County, New Mexico

Gentlemen:

Based on the information submitted for the subject well, it is the decision of this office that it should be classified as an oil well in the Wilson Strawn Oil Pool, rather than as a gas well as indicated on the Form C-104.

Since the Wilson Strawn Oil Pool is on 40 acre spacing, it will be necessary for you to submit two copies of a revised Form C-102, Acreage Dedication Plat, outlining a 40 acre proration unit for the well.

Yours very truly,

OIL CONSERVATION DIVISION

Jerry Sextón Supervisor, District 1

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