

ENERG NO MINERALS DEPAR VIENT JIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

January 23, 1984

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

TONEY ANAYA GOVERNOR

> Mr. Larry W. Sheppard Amoco Production Company P.O. Box 3092 Houston, TX 77253

Gentlemen:

On January 11, 1984, the New Mexico Oil Conservation Division convened the final nomenclature committee meeting. The committee accomplished its goal to standardize the formation tops in the Delaware Basin in Lea County, New Mexico, for the Beal Canyon, Cherry Canyon, Brushy Canyon, Bone Spring, Strawn, Atoka and Morrow formations.

The final cross sections will be incorporated into the pool rules of the OCD Study Area. This will be accomplished at the Examiner Hearing for February 29, 1984. At this hearing we will seek three exceptions for wells which cross the proposed boundaries, one well reclassification of its production interval, the abolishment of three pools, the creation of two new pools, and the extension of one pool.

According to our records, your <u>Adrikopolos Fed Well #1-L</u> (1980/S & 660/W) in Sec 24, T25S, R33E, is currently classified as a Red Hills-Morrow Gas Well with perfs at 14986--15209 feet which are above the nomenclature Morrow top of 15,202 feet. We therefore propose to abolish the Red Hills Morrow Gas Pool and create a pool for this well called the Northeast Red Hills-Atoka Gas Pool.

The final cross sections will be available in Hobbs from Superior Reproductions at (505) 393-4061.

You are requested to review this proposal and notify us in writing whether or not you are in agreement with our recommendation.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton

Supervisor, District I

JS/PK/ed

cc: Amoco Prod. Co. - Hobbs