OIL CONSERVATION COMMISSION DRAWER DD ARTESIA, NEW MEXICO

Phillips Petroleum Corporation

Box 6666

Midland, Texas

Re: Over-production

<u>Simon A Lease</u>

-Lusk Strawn Pool

Gentlemen:

Our records indicate that at the end of <u>April</u> 1966, your <u>Simon A Lease</u> was over-produced by <u>5527*</u> barrels, which is more than five times the daily allowable of <u>764</u> barrels, the tolerance provided by the Commission Rules and Regulations. If these figures do not agree with your records, please let us know immediately. If the figures are correct, production from the well (s) should be restricted in such a manner as to eliminate this over-production in the shortest possible time, thereby, avoiding the necessity of shutting in the well.

No under-production can be carried forward and made up during a subsequent month, and <u>any</u> over-production must be adjusted by corresponding under-production.

Very truly yours.

M. L. Armstrong Supervisor, District No. 2

*It would appear that the over-production will be compensated for by the assignment of back allowable during May & June. However, your pumper should be advised to permit no additional over-production.

cc: TNM File