



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

P.O. DRAWER DD
ARTESIA, NEW MEXICO 88210
(505) 748-1283

May 26, 1981

Belco Petroleum Corporation
411 Petroleum Building
Midland, Texas 79701

Re: James Ranch Unit
#11-E-36-22-30
Eddy County, NM

Gentlemen:

According to Form C-103, dated 5-8-81, on the subject well, you were prep to squeeze 2 7/8" liner top, and according to Form C-103, dated 5-20-81, you show that you did not squeeze, but rather set a CIBP at 13,235 feet and proceeded with your completion process.

Please advise as to why you did not squeeze as you had indicated. Also, you show setting a packer at 10,698 feet and perforating 10,038-044 feet and that you are now shut in, waiting on a sales line.

Division Rule 107 (D) requires the tubing to be set no more than 250 feet above the top of the pay. Therefore, it appears that you need to apply to our Santa Fe office for an exception to Rule 107.

If you have any questions concerning this matter, please feel free to contact me.

Sincerely,

W. A. Gressett
Supervisor, District II

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