

## MILES PRODUCTION COMPANY

"PRODUCERS OF CRUDE OIL AND NATURAL GAS"

1925 BELT LINE ROAD, SUITE 525 · CARROLLTON, TEXAS 75006

July 6, 1979

State of New Mexico Energy & Minerals Department Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

Attention: Mr. A.R. Kendrick

RE: Miles Production Company Thomas Drought #1 A-4-15N/6W

Dear Mr. Kendrick:

Your letter of June 14, 1979 received regarding the captioned well. The heater-separator and another tank was moved on location June 4, 1979 but have had some problems keeping the well producing due to lack of enough gas to keep the pump engine going and its extreme remoteness; a large propane tank trailer has been brought in so hopefully the well can be kept producing long enough to give us some idea whether it will be of a commercial status.

Since we have been given only until July 31, 1979 to properly plug the well back or abandon same, it is unknown at this time whether we will be able to make a decision to its commercial status by that time. On this basis, it is requested that Miles Production Company be given a hearing and date as per your letter asking exception to Rules 106 and 102 until the last day of October, 1979 to allow us to have a few months production history to see if the well is worth properly plugging back or whether it should be properly plugged and abandoned.

Thank you for this consideration.

Yours very truly,

MILES PRODUCTION COMPANY

J.B. (Fuller

Petroleum Geologist

JBF/¢aa