AZTEC DISTRICT OFFICE 1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178 Fax (505)334-6170

GARY E. JOHNSON GOVERNOR JENNIFER A. SALISBURY CABINET SECRETARY

May 10, 1996

Patricia J. Haefele Amoco Production Company PO Box 800 Denver CO 80201

Re: C-140 Application for Armenta Gas Com C #1E C-27-29N-10W 30-045-23856

Dear Patricia:

The referenced application is hereby denied. The method of determining the future rate of production is not acceptable.

As per Rule 1140 you may request a hearing on this application.

Sincerely,

Frank T. Chavez District Supervisor

FTC\sh

cc: well file