



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

August 30, 1991

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

Fina Oil & Chemical Company
P.O. Box 2990
Midland, TX 79702-2990

Attn: Neva Herndon

RE: Genesis #1-P
Sec. 22, T16S, R38E - East Garrett Drinkard Pool

Gentlemen:

We are returning Form C-103 covering the setting and cementing of casing in the above-referenced well and ask that you show your WOC time and that the casing was tested as required by Rule 107.

Also, Form C-105 is being returned in order that you may complete the lithology section on the back of the form.

The bottomhole location is not within the approved bottomhole location authorized by DD-60 (which was to be no nearer than 330 feet to the South or East). Your bottom hole location is 320/S and 332/E so you will need to request our Santa Fe office to amend this order to accept the actual bottomhole location.

Please submit one complete set of logs for this well.

We have assigned an allowable to this well effective August 1, 1991, but want to advise you that you have been selling oil to Pride Pipeline Company since June 1991 without an assigned allowable and this is in violation of Rule 1104 and Rule 801. I am sure that you are aware that you and the transporter are both subject to fine for this type violation. Any further disregard for full compliance with our rules and regulations will be cause for legal action.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

cc: Bob Stovall - OCD Attorney

Encl.

Recd

Returned w/ lithology

OK - See letter

Recd