STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

GARREY CARRUTHERS

September 2, 1987

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

MEMO TO:

Nelda Morgan

FROM:

Evelyn Downs

SUBJECT:

Damson Oil Corporation

Southern California Federal #1-H 29-19-32

Order R-8480

An allowable was assigned to this well effective 6/1/87 in the Lusk Delaware Pool by supplement 1250N.

By order R-8480 this well was removed from the Lusk Delaware Pool and placed in the West Lusk-Delaware Pool effective 7/23/87, and granted back allowable.

In order to correct the problem we have with this well I suggest that you void supplement 1250N and assign the allowable provided for by R-8480 as follows:

Cancel Lusk Strawn allowable effective 1/24/87.

Assign 142 barrel per day allowable 1/24/87 thru 7/22/87 in the Undesignated Delaware (top of producing interval 6450 ft.) an then assign a 142 barrel per day allowable in the West Lusk Delaware Pool 7/23/87 to present.

9-2-87 Supp. 1250N Cancelled 9-2-87 Supp. 10780 Eff. 1-1-87 9-2-87 Supp. 10790 Eff. 5-1-87 8-25-87 Supp. 15390 V Eff 8-1-87 8-31-87 Supp. 15390 Eff. 9-1-87