

Shell Oil Company



P.O. Box 991  
Houston, Texas 77001

May 7, 1982

State of New Mexico  
Energy and Minerals Department  
Oil Conservation Division  
Hobbs District  
Attn: Mr. Jerry Sexton  
P. O. Box 1980  
Hobbs, NM 88240

Gentlemen:

SUBJECT: SHELL-FOSTER NO. 2 (34-19-36)  
EUMONT POOL  
LEA COUNTY, NEW MEXICO

Attached is NMOCC Form C-104 filed for change of purchaser and NMOCC Form C-102 showing acreage to be dedicated to Shell Foster No. 2, for a non-standard proration unit in the Eumont Pool.

Shell-Foster No. 2 was shut-in April 29, 1982 and will remain shut-in until separate metering facilities are installed. We plan to hook the well up to El Paso Natural Gas Sales line in the near future.

Foster No. 2 was reclassified as a gas well in the Eumont Pool effective September 1, 1981. In October 1981, the pumping unit was shut down when the rods parted and was not repaired; however, the casing valve was inadvertently left open allowing gas to bleed down the flowline. This led to our confusion as to the status of Shell-Foster No. 2.

We regret any inconvenience this has caused and trust the above explanation will help clarify the situation.

Should you require additional information, please advise.

Yours very truly,

A handwritten signature in cursive script, appearing to read "A. J. Fore".

A. J. Fore  
Supervisor Regulatory and Permitting  
Mid-Continent Division

AJF:dmb

Attachments

cc: Welton D. Moore - Hobbs  
Western E&P Operations - Gas Accounting