



STATE OF NEW MEXICO
ENERGY AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

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May 10, 1982

RECEIVED

MAY 12 1982

O. C. D.
ARTESIA, OFFICE

Amoco Production Company (USA)
P. O. Box 68
Hobbs, New Mexico 88240

Attention: S. J. Okerson

Re: Letter of April 23, 1982
Well Allowable South Empire
Deep Unit No. 21

Gentlemen:

This letter is to acknowledge receipt of various pieces of correspondence from Amoco Production Company, Cabot Corporation, and Arco Oil and Gas concerning the request for decrease in allowable for the six month period ending June of 1982.

The allowable for the aforementioned well will be reduced as follows:

Jan 1982	226300 to 157410	- 68890
Feb 1982	204000 to 146916	- 57084
Mar 1982	226300 to 162657	- 63643
Apr 1982	219000 to 157410	- 61590
May 1982	226300 to 162657	- 63643
June 1982	219000 to 157410	- 61590

A total reduction of 376440 mcf reduction will occur.

For the months of January 1982, February 1982 and March 1982, the reduction of 189,617 mcf of allowable will place the well in an overproduced state by 70091 mcf which is below the three time overproduced limit as set by Rule 18 of R-6415.

All volumes are stated in mcf's.

Very truly yours,

HAROLD GARCIA

HG/og

cc: Greg Pankrata - Arco
Bill Gressett - Oil Conservation Div.
Jerry Clark - Cabot Corporation