STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

February 19, 1988

Mr. Frank Welker Chace Oil Company 313 Washington S.E. Albuquerque, NM 87108

Re: Jicarilla Tribal Contract 47 #19

H-11-23N-4W

Dear Mr. Welker:

The referenced well has been producing since November, 1987, without an approved C-104. The C-104 you submitted was not approved until February 12, 1988, because of delinquent paperwork. Consequently, all production prior to the approval date is considered overproduction.

Refer to Rule 502 and submit a proposed plan for adjustment to this office.

Sincerely,

Frank T. Chavez District Supervisor

FTC/dj

xc: Well File