

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

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

July 18, 1979

Mr. Noel Reynolds
P. O. Box 356
Flora Vista, New Mexico 87415

Dear Mr. Reynolds:

This letter shall serve as your authority to run 207 barrels of oil from your Paquenche A #3 well located C-10-24N-8W, Dufers Point Gallup-Dakota Pool, and 152 barrels of oil from your Ake #1 well located I-11-2#1N-8W, Escrito Gallup Pool to prevent possible loss by theft, vandalism or other causes.

Seals will be placed on the wellhead and tank valves to ensure that the wells remain shut-in until further notice by the Oil Conservation Division. Breakage of the seals shall constitute violation of the previously issued shut-in order and will subject the operator to the penalties as provided in the New Mexico Statutes Annotated, 1953 Compilation, Chapter 65 which says in part:

"65-3-27. PENALTIES FOR VIOLATIONS
B. Any person who knowingly and willfully violates any provision of this act or any rule, regulation or order of the commission or division made hereunder, shall, in the event a penalty for such violation is not otherwise provided for herein, be subject to a penalty of not to exceed one thousand dollars (\$1000) a day for each and every day of such violation, and for each and every act of violation, ..."

Thriftway Company is notified by copy of this letter for the authority to haul the products.

If there are questions, please contact us.

Yours very truly,

District Supervisor

xc: Thriftway Company

Oil Conservation Division, Santa Fe

U.S.G.S., Farmington

ARK:no

NOEL REYNOLDS

Box 356

FLORA VISTA, M. MEX. 87415

PHONIS 505-334-2867

RESIDENCE PHONE. 334-2867

NOEL REYNOLDS

Oil - Gas - Mining 107-NORTHY-SST-SNERGY PLDG. FARWING TO THE MINISTER TO THE STATE OF THE STATE Contact 3251873

OFFICE PHONE 325.4180.

7-18-79.

New Mexico Oil and How Commission 100 Ruins Road - Rio Brazon Blud. Cytec, n.m. Thr. al Kendrick.

and are 1.11 wells have been shut in. I hay are located in the Acchers Paint and Essents fields, in 24N, 5 UT, San Juan County new nexico.

These wells have been shut in due to viscation of Atata Production regulation. However, I had on hand 575 Barrels of Oil on hand and harely request permission to move same to the refinery to avoid possible vaulalism or theft. I would like permission as possible to have Thrift—way gather this oil and store it until the ban is lifted.

Timerely Neel Regnalds

