



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

June 7, 1993



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Mr. Joe Elledge
Curtis J. Little Oil and Gas
P. O. Box 1258
Farmington, New Mexico 87499

Re: Hardship gas Well - Order No. R-7784
Federal Com Well No. 2E
Unit N, Sec. 11, T-28-N, R-13-W
San Juan County, New Mexico

RECEIVED
JUN 8 1993
OIL CON. DIV.
DIST. 3

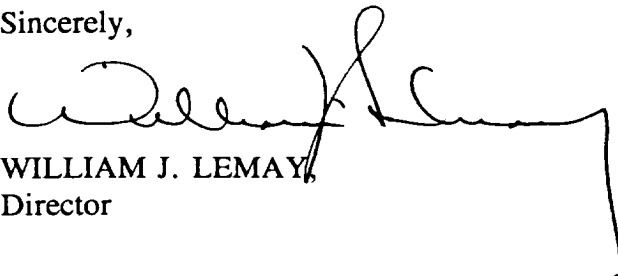
Dear Mr. Elledge:

The "Hardship Gas Well" classification for the subject well is hereby rescinded. It does not appear that the classification is required any longer because it is very unlikely that the well would be shut in due to overproduction.

The proration unit, in which the well is located, has been classified marginal since before 1990 and is exempt from the deliverability testing requirements. To be exempt from deliverability testing, the proration unit must produce less than 2,000 Mcf/mo. The current acreage factor allowable for the Basin Dakota Pool is 8,762 Mcf/mo. It is doubtful that allowables will drop to the point that this proration unit will be overproduced.

If the proration unit becomes overproduced under the proration system, the well could be reclassified administratively to a hardship gas well.

Sincerely,



WILLIAM J. LEMAY,
Director