JOEL B. BURR, JR.

SUITE 300, 300 W. ARRINGTON FARMINGTON, NEW MEXICO 87401 TELEPHONE: (505) 325-1701

February 10, 1984

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Aztec District Office
1000 Rio Brazos Road
Aztec, New Mexico 87410

Attention: Mr. Frank T. Chavez, District Supervisor

Re: Joel B. Burr, Jr.

Country Club #1 Well (H-30-30N-12W)

Gentlemen:

:

I hereby acknowledge receipt of your notice dated January 31, 1984, concerning temporary abandonment status of the above-referenced well.

To date I have been unable to obtain a market for the gas from this well. However, I am currently negotiating with the City of Farmington for the sale of gas from the subject well for use as burner fuel in their power plant on the Animas River in Farmington, New Mexico. These negotiations have contained for approximately six months. Originally the City had intended to build a four inch line to their plant. However, this idea was abandoned in favor of an exchange agreement between the City of Farmington, the undersigned, El Paso Natural Gas Company, and Pioneer Production Co. Approval has now been received from El Paso and Pioneer, and the City is currently ascertaining what filings will have to be made with Federal Regulatory bodies to authorize the exchange. It is hoped that a final agreement can be entered into within the next ninety days.

In the meantime, I hereby request administrative approval of an extension of the temporary abandonment status on this well.

Yours very truly,

Joel B. Burr, Jr.

JBB:cm

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