

Suite 1200 Lincoln Tower Building Denver, Colorado 80203 (303) 292-9920



November 24, 1976

OIL & GAS CONSERVATION COMMISSION State of New Mexico 1000 Rio Brazos Road Aztec, NM 87410

ATTN: Mr. A. R. Kendrick

RE: Newberry A #3, D-34-32N-12W Letter from NMOGCC on 8-9-76 requesting compliance with Rule #108 by October 31, 1976

Dear Mr. Kendrick:

This letter is to confirm your telephone conversations with Mr. Greg Ethridge on October 28, 1976, and with Mr. Joe Miller on the 15th and 23rd of November 1976, regarding the above subject.

On October 28, 1976 verbal approval was given to extend the October 31, 1976 deadline to November 15, 1976. Although it had been tentatively decided to plug and abandon the subject well, the two-week extension was

needed to evaluate uphole potential.

On November 11, 1976 an additional extension was granted to investigate assignment of the well to El Paso for use of the wellbore for a Mesa Verde recompletion. A decision was to be made by December 1, 1976. On November 23, 1976 Tenneco advised that an arrangement had been made to assign the wellbore to El Paso, with the provision that El Paso will adequately plug the Dakota and recomplete in the Mesa Verde prior to the end of 1976.

The paper work to officially complete the assignment of the well to El Paso will be accomplished in the near future. We will inform El Paso that you are expecting a follow-up from them as to their exact plans for completing this work.

Very truly yours,

TENNECO OIL COMPANY

A. S. Marin

D. D. Myers,

Division Production Manager

JFM: CAC