



**Southwestern Energy
Production Company**

A subsidiary of Southwestern Energy Company

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(281) 618-4700 FAX: (281) 618-4757

Samuel Glenn Thompson
Staff Landman-Exploration CPL #540

June 12, 2002

New Mexico Oil Conservation Division
1220 S. Saint Francis Drive
Santa Fe, New Mexico 87505

Attn: Ms. Lori Wrotenbery fax #505.476.3462

Montgomery & Andrews
P.O. Box 2307
Santa Fe, New Mexico 87504-2307

Attn: Mr. Paul R. Owen fax #505.982.4289

Re: Duke Energy Field Services
Duke AGI Well #1
1232'FSL & 1927'FEL
Sec 7-18S-28E Eddy Co., NM

Gentlemen:

Southwestern Energy Production Company ("SWN") has received notice that Duke Energy Field Services, LP has requested permission to drill an acid gas injection well within 1/2 mile of **SWN's Leatherstocking "18" State Com #1 well** Located 1310' FNL & 1310' FWL of Section 18-18S-28E, Eddy County, New Mexico. While SWN recognizes that the Duke proposal is for injection in the Devonian Formation SWN is concerned about maintaining wellbore integrity in its Leatherstocking well by avoiding any possibility of sour gas encroachment from the operation of the captioned Duke AGI well..

SWN hereby voices its objection to the proposed Duke injection well until we have had sufficient time to quantify the potential liability of the Duke well; therefore SWN respectfully requests a hearing on the matter.

Respectfully,

SOUTHWESTERN ENERGY PRODUCTION COMPANY

S. G. Thompson
S. G. Thompson
Z:\Duke acid gas letter.doc

*They DROPPED This
objection after internal
negotiations.*
*Also PAULIPS called about it
6/25/02 but then dropped any
objection also.*
Will Jones

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

IN THE MATTER OF THE APPLICATION OF DUKE
ENERGY FIELD SERVICES, LP FOR AUTHORIZATION
TO INJECT, EDDY COUNTY, NEW MEXICO


AFFIDAVIT

STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

Paul R. Owen, attorney in fact and authorized representative of Duke Energy Field Services, L.P., the applicant herein, being first duly sworn, upon oath, states that notice has been given to all interested parties entitled to receive notice of this application under Oil Conservation Division rules, and that notice has been given at the addresses shown on the letters attached hereto.


Paul R. Owen

SUBSCRIBED AND SWORN to before this 21st day of May, 2002, by Paul R. Owen


Notary Public

My Commission Expires: April 1, 2006