



# PETROLEUM DEVELOPMENT CORPORATION

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(505) 293-4044

*RL*  
*w/Phoads*  
*10/19/00*



October 12, 2000

Oil Conservation Division  
Attn: Mr. Tim Gum  
811 South First Street  
Artesia, New Mexico 88210

Re: Plans for Hudson Federal #1, Isler -Pennzoil Federal #3, Manzano Grande Federal #1, and Mary K #1

Mr. Gum:

The plan for the Hudson Federal #1 is to pull the tubing and packer and RBIH with a casing scraper, clean up the wellbore, and then run a 72 hr buildup. We are also considering performing an acid job and then running the 72 hr buildup. We are wanting to perform this work by mid-December based on rig availability. If the 72 hr buildup doesn't reflect producing capabilities then we will look up the hole at several other possible zones.

The plan for the Isler-Pennzoil Federal #3 is to deepen this well possibly. We are currently in the process of determining who has deep rights to this well. There are several different Mineral Owners involved. We would like to start work by the 1<sup>st</sup> quarter of 2001 based on rig availability.

Manzano Grande Federal #1— Our plan is to perforate and acidize the Upper Morrow Zone. We will also acidize and then conduct a 72 hr buildup on this well. We have already received approval from the BLM in Roswell. We would like to perform this work by middle of November as rigs become available. If the 72 hr buildup doesn't reflect producing capabilities there are some other zones up the hole we would like to test.

Mary K #1—Our plan is to P & A this well. We would like to perform this work by the 1<sup>st</sup> quarter of 2001 based on rig availability.

Mr. Gum I know I wore the phrase "based on rig availability" out, but please let me explain. PEDCO owns Pinnacle in Artesia and after talking with the gentleman that runs Pinnacle he informed me that it would be a month and a half to two months before he had a rig available. Now you would think that since we own the company, we would be able

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to get a rig sooner. I guess owning your own pulling units just doesn't carry any clout anymore. Key, Five-Star, and Pool have also informed us that it would be about the same amount of time or longer before they had a rig available.

Mr. Gum your patience and understanding in these matters is appreciated. If I can be of further assistance please let me know. You may contact me at (505) 293-4044.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark Young', written in a cursive style.

Mark Young,  
Production Supervisor, NM

Cc files