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RECEIVED
NO. 475151

May 31, 1998

Tim Gum, Supervisor
Oil Conservation Division
811 South First Street
Artesia, New Mexico 88210

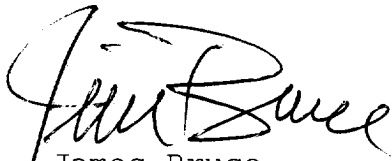
Re: Harris Fed. Well No. 11
990 feet FSL & 1980 feet FWL
S½ §26, Township 15 South, Range 27 East, NMPPM
Chaves County, New Mexico

Operator: Read & Stevens, Inc.

Dear Tim:

The above well was drilled under Division Order No. R-10622 and Commission Order No. R-10622-A (copy enclosed). The order requires a 50% penalty on production, based upon a deliverability test to be conducted twice a year, and witnessed by the Division (see page 8 of the order). The well was completed on April 19, 1997, and the penalty on production is applicable since the date of completion. There should by now have been three tests conducted. Have the deliverability tests been conducted? If so, please send me copies of the tests results. Thank you.

Very truly yours,


James Bruce

Attorney for Ocean Energy, Inc.
(formerly UMC Petroleum Corporation)