



EXACT COPY

UNITED STATES
DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY
DURRUM 1450
Roswell, New Mexico

RECEIVED
NOV 25 1961

Washington, D. C., 1961

O. C. C.
ARTESIA, OFFICE

Texaco Inc.
P. O. Box 2125
Midland, Texas

Attention: Mr. S. L. Hallman

Supplement:

Your notice of April 16, 1961, supplemented by letter of August 10, 1961, advises that Texaco Inc., as joint operator of the Little Lucky Lake unit, has determined that the Richardson and Bass well No. 1 in Lot 8, sec. 3, T. 18 N., E. 30 R., Eddy County, New Mexico, is incapable of producing oilized substances in paying quantities.

The well was completed on July 16, 1959, for an initial production of 27 barrels of oil per day from the Rosedale sand, 2,307-2,340 feet, and is currently producing at the rate of five to six barrels of oil per day.

This office concurs with your determination that Richardson and Bass well No. 1 is incapable of producing oilized substances in paying quantities.

Racy crude yours,

Carl G. Maynard

CARL G. MAYNARD

Acting Regional Oil and Gas Supervisor

TEXACO

INC.

PETROLEUM PRODUCTS

DOMESTIC PRODUCING DEPARTMENT
MIDLAND DIVISION



TEXACO
P. O. BOX 888
MIDLAND, TEXAS

October 17, 1961

186200 - Little Lucky Lake Unit
Chaves and Eddy Counties,
New Mexico

Perry R. Bass
P. O. Box 1178
Monahans, Texas

Attention: Mr. S. J. Scarborough

Gentlemen:

Enclosed find executed copies of monthly reports covering the LLL Unit - P. R. Bass Well No. 1. These forms are being returned to you in accordance with our current practice and a copy of each form has been retained in our file.

We also enclose for your information a copy of letter dated September 26, 1961 from the Regional Supervisor of the U.S.G.S. This letter advises that the applications prepared in cooperation with your Fort Worth office have now been approved and the above well is determined to be incapable of producing in paying quantities. This action by the Survey effectively eliminates this well from the Grayburg Participating Area. In accordance with the provisions of the Unit Agreement, it is, therefore, in order to transfer the operation of this well from the unit operator to the lease owner on the records of the Governmental Agencies.

If you concur in this transfer of operations from Texaco Inc. to Perry R. Bass, you are requested to prepare the necessary governmental form to accomplish this matter and furnish to us those copies required for our signature.

Yours very truly,

R. T. MAXWELL
Division Landman

By

R. T. Maxwell

BEM:bw

Enclosure