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SHELL OIL COMPANY

D. C. C.

P. O. Box 845 Roswell, New Mexico

October 24, 1960

Subject: Eddy County, New Mexico Henshaw Deep Unit Non-Commercial Status and Development Plans

Director United States Geological Survey Department of the Interior Washington 25, D. C.

Through: Regional Director United States Geological Survey Roswell, New Mexico

Gentlemen:

This is to inform you that Henshaw Deep Unit Well No. 1 is now off production after having depleted the Devonian gas reservoir at 11,680 to 11690 feet. The well, completed on July 28, 1960, produced a cumulative total of 90 mmcf gas and 2780 barrels of condensate. We now plan to recomplete this well in a Pennsylvanian porous interval and test for production. If a successful producer is obtained we will file a plan of development within six months as required by the unit agreement. In the event commercial production is not established, we plan to drill a second well by January 28, 1961 (six months from official completion date.)

Since commercial production has not been established in Well No. 1 in the Devonian zone a plan of development has not as yet been submitted.

> Yours very truly, Original Signed By: <u>R. L. Rankin</u> R. L. Rankin, Chairman Operators' Committee Henshaw Deep Unit

