OIL CONSERVATION COMMISSION

207 CARPER BUILDING

ARTESIA, NEW MEXICO

April 15, 1960

Texas New Mexico Pipe Line Company P. O. Box 1510 Midland, Texas

> Re: Donnell Drilling Co., St. N-2 #1-L, 2-18-29, Loce Hills Pool (Pressure Maintenance), Eddy County, New Mexico.

7.90

Gentlemen:

We were contacted April 14, 1960, by Mr. R. H. Swarthout concerning the subject well. Mr. Swarthout reported that Texas New Mexico Pipe Line Company has refused to run a tank of oil from the subject well as the well has no allowable. A check of the April, 1960 Proration Schedule revealed that this well was inadvertantly recorded as St. N-10 No.1-L rather than St. N-2 No. 1-L. Further, this same error in lease name has been carried for at least the past year during which we must assume that Texas New Mexico Pipe Line has been taking the oil. In this case we consider the oil produced from the well in accordance with its allowable to be legal oil which should be run. Texas New Mexico Pipe Line should however, be commended for causing this situation to be called to our attention. An attempt was made to contact the local office concerning the situation but we could not reach them.

If you have any questions concerning this matter do not hesitate to call us.

Very truly yours,

OIL CONSERVATION COMMISSION

M. L. Armstrong, Supervisor, District No. 2

MLA/jn

CC: R. H. Swarthout

Texas New Mexico Pipe Line Co. Loco Hills, New Mexico