OIL CONSERVATION COMMISSION

207 CARPER BUILDING

ARTESIA, NEW MEXICO

August 9, 1960

Texas-New Mexico Pipeline Co. P. O. Box 1510 Midland, Texas

Re: Texas Trading Co., State 2-H, 16-18-29, Loco Hills Pool, Eddy County, New Mexico

Gentlemen:

We have been advised by Mr. Marvin Saunders that Texas-New Mexico's pipeline gauger has refused to run a tank of oil from the subject well "because it has no allowable". Mr. Saunders further stated that this is the fourth such refusal in the last year.

We have checked our records and find that this well has had an allowable of one barrel per day for at least the last six months and we know of no other reason why the oil from this well should not be Run. However, if there is any such reason please contact Mr. Saunders at Sherwood 6-2881 in Artesia, New Mexico.

Very truly yours,

R. L. Stamets Geologist

RLS/hb