## J. CLEO THOMPSON & JAMES CLEO THOMPSON, JR. OIL PRODUCERS 4500 Republic National Bank tower Dallas, Texas 75201

RIVERSIDE 2-1991

July 20, 1973

REGEIVED

New Mexico Oil Conservation Commission Drawer DD Artesia, New Mexico JUL 2 3 1973

O. U. C.

Attention: Mr. W. A. Gressett Supervisor, District II

Re: Loco Hills - Travis Federal

Dear Mr. Gressett:

This will acknowledge receipt of your letter dated July 18, 1973, calling our attention to over-production on the above named lease.

Please be advised that on June 15, 1973, we sent in Form C-127 – Request For An Increase In Allowable – on this same well that you state is over-produced. It is currently on a one (1) barrel a day allowable, and we have requested an increase to three (3) barrels a day, which, if granted, would take care of this over-production you mention in your letter.

To date we have not received this request for increase, but I am enclosing a Xerox copy of the Form C-127 mailed to your offices back on June 15th.

Further, I might add that this lease has been put in the Anadarko Ballard Grayburg San Andres Waterflood Unit effective July 1, 1973.

We trust this information will suffice.

Yours truly,

M. Myer

JMM:bw att.