

El Paso
Natural Gas Company

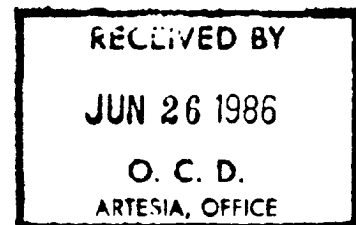
P. O. BOX 1492
EL PASO, TEXAS 79978
PHONE: 915-541-2600

May 29, 1986

RECEIVED
JUN 24 1986
4:48 PM

Oil Conservation Division
State of New Mexico
P. O. Drawer DD
Artesia, New Mexico 88210

Gentlemen:



This is to advise that on April 21, 1986 the Hondo Drilling Company Alscott Federal #3 gas well located in Unit 0 of Section 31, Township 18, Range 29, Eddy County, New Mexico was disconnected from El Paso Natural Gas Company's gathering system. This meter is blind plated and will remain on location temporarily, but inoperative until permanent status of the measuring arrangement is determined. The disconnection was due to gas being sold to Llano, Inc. This information is incorrect. Hondo Drilling Company disconnected from your line on December 1, 1985. In October and November of 1985, we reworked this well and completed it in the Strawn zone and this is now an oil well and not a gas well. We are selling casinghead gas to Phillips 66 Natural Gas Co. at the present time. *

Yours truly,

Robert Patterson
Production Coordinator
Systems Dispatching

RP/a

c: Oil Conservation Division
State of New Mexico
P. O. Box 2088
Santa Fe, New Mexico 87501

Production Control - Main Office
Gas Purchases - Main Office
Operator
Joe Robinson - Jal
Eunice Field Lines
Jal Field Lines
File

HONDO DRILLING COMPANY

Margaret Longenecker
Margaret Longenecker

6-25-86

Copies sent to:
El Paso Nat'l Gas
Oil Conservation, Artesia
Oil Conservation, Santa Fe