

RALPH NIX OIL, INC.

101 SOUTH SEVENTH — PHONE 746-2341

RECEIVED

P. O. BOX 617

ARTESIA, NEW MEXICO 88210

MAR 6 '90

C. C. D.
ARTESIA, OFFICE

March 2, 1990

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

Attention: Mike Williams

Re: Melaine Battery 1 #1
T18S-R26E, NMPM
Sec. 26: NW/4SE/4
Eddy County, NM

Dear Mike:


In reply to your letter of March 1, 1990, we are continuing to produce the captioned well out of the Yeso formation and have cancelled our original plans to recompleate the Grayburg at this time.

We will resubmit a new Notice of Intent should we wish to reconsider the Grayburg.

Thank you.

Sincerely,

RALPH NIX OIL, INC.


Ralph Nix, Jr.,
President

RNJ/dlw