JUN 1 6 1971

H. L. BROWN, JR. 309 Midland Tower Midland, Texas 79701 June 15, 1971

O. C. C. ARTESIA, OFFICE

New Mexico Oil Conservation Commission Drawer DD Artesia, New Mexico

well file

Attention: Mr. W. A. Gressett

Re: Yates Federal No. 1 Sec. 30, T-19-S, R-30-E Eddy County, New Mexico

Gentlemen:

Approximately three weeks ago your office by verbal permission granted a two week extension of the multi point back pressure which was due on the subject well on May 29, 1971. This extension was granted on the basis of proposed remedial work.

Subsequent to this extension the well was acidized and the results of this work to date have been most discouraging. At present the well is capable of producing only about 250 MCFPD and is unable to deliver to the sales line.

We will continue to attempt to restore the Morrow section to commercial production and if successful will conduct the required test at the earliest possible date, if unsuccessful, it is our intention to abandon this zone and recomplete in the Strawn.

Yours truly,

Supp.k/

Bill D. Baker

BDB/rw