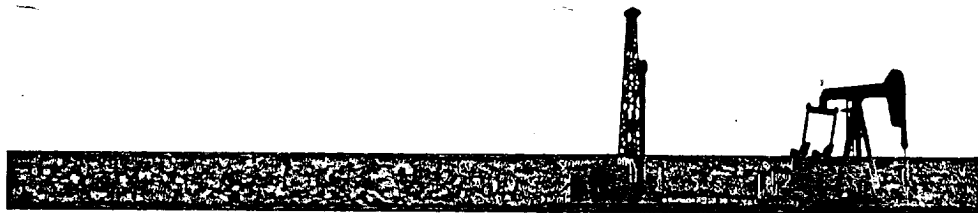


MORAN

EXPLORATION INC.



May 29, 1980

RECEIVED

JUN 2 1980

O. C. D.
ARTESIA, OFFICE

New Mexico Conservation Commission
P. O. Drawer DD
Artesia, New Mexico 88210

Re: Indian Basin Upper Penn.
Moran Exploration, Inc.
Mershon Gas Unit
1A2122523E M

Gentlemen:

In response to the May, 1980, Gas Proration Schedule, Moran Exploration, Inc. will shut in their Mershon Gas Unit effective June 1, 1980. The shut in period will be of such length necessary to bring the unit into balance before production is resumed.

Due to the expected length of the shut in period, it is feared the lease may be in jeopardy. Moran Exploration, Inc. therefore, requests permission to produce from the unit a volume set by the commission on a one time per month basis during the shut in period.

Please advise us of your decision at your earliest convenience.

Very truly yours,

J. E. Scroggins
Chief Clerk, Office Manager

JES/sd

DESCRIPTION	UNIT	AF	PROD	CANCEL	AMT	REDIST	MAK	CURTAIL	AFTER	ALLC	DELIV
AMCO PRODUCTION CO											
FEDERAL GAS CO	M	1.00									
10 622524E	N	1.00	86655R								
FEDERAL GAS CO	M	1.00									
10 522524E	N	1.00	86655R								
FEDERAL GAS CO	M	1.00									
10 522524E	N	1.00	76654								
FEDERAL GAS CO	M	1.00									
10 522524E	N	1.00	79725								
PIPELINE TOTAL			13977								

MACATHON OIL COMPANY											
AMCO PRODUCTION CO											
FEDERAL GAS CO	M	1.00									
10 622524E	N	1.00	86655R								
FEDERAL GAS CO	M	1.00									
10 522524E	N	1.00	86655R								
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