

LLANO, INC.

PHONE 393-2153 P. O. DRAWER 1320
HOBBS, NEW MEXICO 88240

DONALD L. GAREY
PRESIDENT

June 30, 1975

RECEIVED

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O. C. C.
ARTESIA, OFFICE

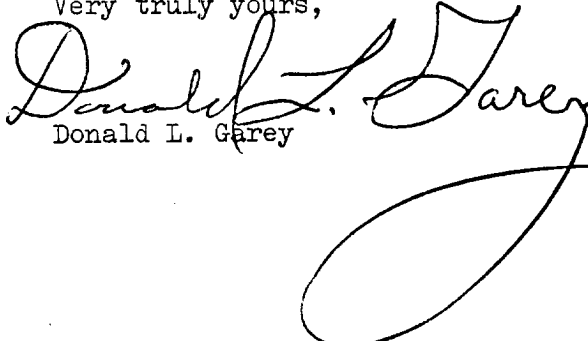
Mr. W. A. Gressett
New Mexico Oil Conservation Commission
Drawer "DD"
Artesia, New Mexico 88210

Re: Texas Oil & Gas Corporation
No. 4 Williamson Federal
Unit F, Sec. 15, T-20-S, R-29-E
Eddy County, New Mexico

Dear Mr. Gressett:

With reference to our telephone conversation this morning and my conversations with Texas Oil & Gas Corporation, this letter is to advise that the reported 112 MCFGPD from the subject well is not of sufficient volume to justify Llano to enter into a gas purchase contract requiring some 2 miles of pipeline construction at a cost of approximately \$40,000.

Very truly yours,


Donald L. Garey

DLG/zm

cc: Texas Oil & Gas Corporation
P. O. Box 222
900 Wilco Building
Midland, Texas 79701

G. W. Edwards