



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS  
GOVERNOR

August 8, 1989

RECEIVED

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STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

O. C. D.  
ARTESIA, OFFICE

Hondo Oil & Gas Co.  
P. O. Box 2819  
Dallas, Texas 75221

Re: Pure Federal #2-P 11-21S-25E,  
Catclaw Draw Pool, Eddy County, New Mexico

Gentlemen:

The referenced well is in the Catclaw Draw Morrow Pool, which is prorated. The well became excessively overproduced in December, 1988 as shown on the February, 1989 proration schedule and as indicated by the (\*) in the O/U column.

The well has continued to produce illegal gas each month and as of the end of June is 10.5 times overproduced. The well has produced illegal gas each day since notice was given via the gas proration schedule issued at the end of January. In that schedule the "Explanation of Symbols", the asterisk (\*) signifies "OVER-PRODUCED VIOLATION - signifies that the following volume is accrued overproduction in excess of the effective overproduction limit for the proration unit. Units in violation are to be shut in by the pipeline and/or operator until cumulative overproduction is less than the applicable limit."

You are hereby directed to shut this well in immediately and keep it shut in until it is less than six times overproduced. Failure to do so will result in the matter being turned over to the Attorney General for appropriate fine under Section 70-2-31, NMSA.

Sincerely,

VICTOR T. LYON,  
Deputy Director

VTL/dr

cc: Gas Co. of New Mexico  
Mike Williams, Artesia