



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

RECEIVED

JAN 07 '88

GARREY CARRUTHERS
GOVERNOR

O. C. D.
ARTESIA OFFICE

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

December 31, 1987

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Liberty Oil and Gas Corporation
Drawer 810
New Roads, LA 70760

My staff has been unable to contact you by phone on December 30 or today. This refers to your Lea Federal Well No. 1 in Unit L, Section 25, Township 20 South, Range 28 East, Eddy County, New Mexico in the Burton Flat Morrow Gas Pool. Said well is currently 14 times overproduced and has been more than six times overproduced in violation of our rules and ordered shut in since June, 1987. Unless said well is shut in immediately and continued shut in until it is less than six times overproduced we will docket a hearing for you to show cause why the well should not be shut in and why the matter should not be turned over to the attorney general for penalties to be assessed under authority of Section 70-2-31 NMSA 1978, for producing and selling illegal gas and the transporter for transporting the same.

Sincerely,

Victor T. Lyon
Deputy Director

cc: Transwestern Pipeline Company
Box 1188
Houston, TX 77001

Mike Williams, OCD-Artesia ✓

STANLEY TEBBON
1988

JAN 4 1988

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