



TXO PRODUCTION CORP.

900 WILCO BUILDING
MIDLAND, TEXAS 79701

December 19, 1984

New Mexico Oil Conservation Division
Drawer DD
Artesia NM 88210

Please find enclosed copies of Forms C-103, C-104, BLM well completion report and open hole logs concerning the Pioneer Fed Com #1. TXO Production Corp. respectfully requests permission to produce this well as a single completion. As you are aware permission to dually complete this well with the Wolfcamp zone was requested on August 22, 1984, and was set for hearing. After extensive testing, however, it was found that a dual completion would not be feasible from a technical viewpoint.

Therefore, TXO Production Corp. requests permission to produce the Pioneer Fed Com #1 through the tubing as a Morrow completion. There is a crossover packer with a straight-thru tool in place at the present time, and daily reports indicate that there is no communication between the Morrow and the tubing annulus. The casing will remain shut-in and the casing pressure will be continuously monitored to insure that no communication exist between the two zones.

If you have any questions regarding this proposal please do not hesitate to contact me at 915-682-7992.

Sincerely,

Lane Griffing
Production Engineer

LG/11e