

ENERGY MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
310 OLD PECCS TRAIL
SANTA FE, NEW MEXICO 87503
AUGUST 31, 1989

RECEIVED

* * * SHUT-IN NOTICE * * *

SEP 11 '89

C. D.
ARTESIA, OFFICE

EXY USA INC.
BOX 3903 16ADB TO
TULSA

OK

74102

GENTLEMEN :

THE LPU DESCRIBED BELOW HAS EXCEEDED THE OVERPRODUCTION LIMIT PROVIDED IN RULE 11(B)-1 OR 11(B)-2, WHICHEVER IS APPLICABLE, OF THE RULES AND REGULATIONS FOR PRORATED GAS POOLS CONTAINED IN ORDER R-8170, AS AMENDED. AS PROVIDED BY SAID RULE THE LPU IS TO BE SHUT-IN IMMEDIATELY AND LEFT SHUT-IN UNTIL IT IS OVERPRODUCED LESS THAN THE OVERPRODUCTION LIMIT (6 TIMES IN THE SOUTHEAST POOLS, 12 TIMES IN THE NORTHWEST POOLS). THE DATA SHOWN BELOW, ALSO SHOWN IN THE CURRENT PRORATION SCHEDULE, INDICATES THE OVERPRODUCTION LIMIT AS WELL AS THE CURRENT OVERPRODUCED STATUS.

IF SHUT-IN WILL JEOPARDIZE YOUR LEASE OR CAUSE OTHER HARDSHIP, AUTHORITY CAN BE GRANTED TO MAKE UP THE OVERPRODUCTION AT LESS THAN COMPLETE SHUT-IN (NOT TO EXCEED 250 MCF PER MONTH) BY WRITTEN AUTHORIZATION OF THE DIRECTOR.

IT IS CALLED TO YOUR ATTENTION THAT THE EXCESSIVE OVERPRODUCTION CONSTITUTES "ILLEGAL GAS" AS DEFINED IN 70-2-16E NMSA AND CONTINUING VIOLATIONS ARE SUBJECT TO PENALTIES AS PROVIDED IN SECTION 70-2-31A AND B. SUCH PENALTIES MAY APPLY TO BOTH WELL OPERATOR AND THE TRANSPORTER.

POOL: BURTON FLAT MCKROW (PRORATED GAS)
TRANSPORTER: EL PASO NATURAL GAS COMPANY
LEASE: GOVERNMENT AD COM
WELL-ID: 3 H 21 21S 27E N 1.00 JULY O/U = 51753-
SHUT-IN DATE = 7/89 OVERPRODUCTION ALLOWABLE LIMIT = 43466

EL PASO NATURAL GAS COMPANY IS HEREBY DIRECTED TO CEASE TAKES FROM THIS WELL UNTIL IT IS RELEASED FROM SHUT-IN BY THE DIVISION AS WILL BE INDICATED IN THE GAS PRORATION SCHEDULE.

VICTOR T. LYON,
CHIEF ENGINEER,
ENGINEERING BUREAU,

C: TRANSPORTER
OOO FILE