

ENERGY MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION  
310 OLD PECCS TRAIL  
SANTA FE, NEW MEXICO 87503  
JULY 25, 1990

RECEIVED

JUL 30 '90

\* \* \* SHUT IN NOTICE \* \* \*

C  
ARTICLE

OXY USA, INC.  
P.O. BOX 50250  
MIDLAND

TX 79710

GENTLEMEN :

THE GPU 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 GPU 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 7C-2-16E NMSA AND CONTINUING VIOLATIONS ARE SUBJECT TO PENALTIES AS PROVIDED IN SECTION 7C-2-31A AND B. SUCH PENALTIES MAY APPLY TO BOTH WELL OPERATOR AND THE TRANSPORTER.

POOL: BURTON FLAT MORROW (PRORATED GAS)  
TRANSPORTER: EL PASO NATURAL GAS COMPANY  
LEASE: GOVERNMENT AD COM  
WELL-ID: 3 H 21 21S 27E N 1.00 JUNE O/U = 89211-  
SHUT-IN DATE = 6/90 OVERPRODUCTION ALLOWABLE LIMIT = 86099

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  
OCD FILE