

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

> OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

October 8, 1982

BRUCE KING GOVERNICH LARRY KEHOE SECRETARY

P.O. DRAWER OD ARTESIA, NEW MEXICO 88210 (505) 748-1283

HNG Oil Company P. O. Box 2267 Midland, Texas 79702

> Re: Smith 11 Com #1-C-11-24-27 Wildcat Morrow Pool

Gentlemen:

This office is in receipt of Division Form C-104 dated September 29, 1982. This form was filed to show the addition of the condensate gatherer, this is proper and will be accepted, however, you indicate that HNG is designated as a gas purchase of rig fuel also. If the gas used for fuel is gathered upstream of Llano, Inc.'s meter run it will be necessary for you to file Division Form C-111 - Gas Purchaser's Monthly Report as required by Division Rule 1111.

Very truly yours,

léslie A. Clements District Supervisor

LAC:fc