



TONEY A VAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

February 3, 1984

Mr. Robert Bayless
P.O. Box 1541
Farmington, NM 87499

Re: Flowline from Jicarilla Contract 363 B #5
B-16-24N-4W

Dear Bob:

The referenced flowline can be used only temporarily. Due to both the #4 and #5 being in a prorated pool should either or both wells be classified as "non-marginal" only one well at a time may be produced through the meter. You are to make arrangements with the transporter to report the correct volumes from each well on all required reports. If within ninety days the transporter has not laid a line or made a commitment to lay a line to the #5 well, then you will be required to go to a hearing requesting further approval.

If you have any questions, please contact this office.

Sincerely,

A handwritten signature in black ink, appearing to read "Frank T. Chavez".

Frank T. Chavez
District Supervisor

FTC/dj