

T. H. McELVAIN OIL & GAS PROPERTIES

T. H. McELVAIN, JR., MANAGER

220 SHELBY STREET

P. O. Box 2148

SANTA FE, NEW MEXICO 87504-2148

CATHERINE B. McELVAIN

CATHERINE M. HARVEY

T. H. McELVAIN, JR.

TELEPHONE 982-1035

AREA CODE 505

October 5, 1988

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

Re: T. H. McElvain Thirlaway
Gathering System
Rio Arriba County, New Mexico

Gentlemen:

We are the operator of a gathering pipeline in Rio Arriba County, which is selling into the El Paso Natural Gas pipeline at a delivery point located in the SE/4 NE/4 Sec 36, T24N, R7W (see enclosed plat). The El Paso purchase meter is Sta. #92137. We have just completed hooking up two more wells to this pipeline, the Park #1 and the Lim #1, and we will be metering all three wells at the wellhead. The three wells involved located on 1/8th royalty State of New Mexico Oil and Gas Leases as follows:

NM Oil & Gas Lease #E-9055

Thirlaway #1

Unit G, Sec 36, T24N, R7W

T. H. McElvain Oil & Gas Properties--Operator

Rio Arriba County, New Mexico

NM Oil & Gas Lease #E-6833

Park #1

Unit K, Sec 36, T24N, R7W

and

Lim #1

Unit M, Sec 36, T24N, R7W

T. H. McElvain Oil & Gas Properties--Operator

Rio Arriba County, New Mexico

RECEIVED

OCT 07 1988

OIL CON. DIV.
DIST. 3

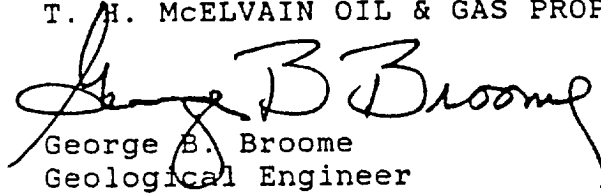
The Thirlaway #1 is currently delivering 140 MCFPD into the El Paso line and we anticipate that the Park #1 and the Lim #1 will deliver 100 MCFPD. We plan to have the individual well meter charts calculated by Precision Service, Inc. of Casper, Wyoming, and we will then allocate production to the individual wells on a monthly basis and report same on Form C-111.

NM OCD
October 5, 1988
Page 2

Should you require any further information, please let me know.

Very truly yours,

T. H. McELVAIN OIL & GAS PROPERTIES


George B. Broome
Geological Engineer

:rrw
Enclosure

xc: State of New Mexico
Oil Conservation Division
District III
1000 Rio Brazos Road
Aztec, New Mexico 87410