

2/8/07 2/9/07 WVT PWTJ 0704050851
PC-1096-A

Jones, William V., EMNRD

From: Jones, William V., EMNRD
Sent: Thursday, February 08, 2007 2:28 PM
To: 'Chuck Morgan'
Subject: RE: [Fwd: DHC-3831]

I understand - I will print this email out and put the PC revision in my pile of things to do. Got other people waiting on me, but that way I won't forget about it.

Glad you are trying to do the right thing.

Regards,

William V. Jones PE
 New Mexico Oil Conservation Division
 1220 South St. Francis
 Santa Fe, NM 87505
 505-476-3448

From: Chuck Morgan [mailto:cmorgan@sdxresources.com]
Sent: Thursday, February 08, 2007 2:01 PM
To: Jones, William V., EMNRD
Subject: Re: [Fwd: DHC-3831]

Bryan agrees with you that this is in the Red Lake Qn-Gb-Sa Pool. The other two wells on this lease are producing from the Artesia Qn-Gb-Sa Pool. These three wells were previously covered by PC-1096 which allowed surface commingling of production from the Artesia Qn-Gb-SA zones in the #1 & #2 wells with production from the NE Red Lake Glorieta-Yeso zone in the #4 well. Do we need to amend PC-1096 to include the Red Lake Qn-Gb-Sa zone in the # 4 well?

Jones, William V., EMNRD wrote:

Hello Mr. Morgan:

I rechecked our pool books this morning and they still show this well to be in the Red Lake-Qn Gbg SA Pool. Our books could be incorrect, but not usually - however, there was some erasing over that portion of the township.

If you research the records or talk to Bryan and let me know the nomenclature Division Order that put this area in the Artesia-Qn Gbg SA Pool, then I can change the DHC order and correct our books here.

Have a nice week,

William V. Jones PE
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2/8/2007