



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

March 19, 1996

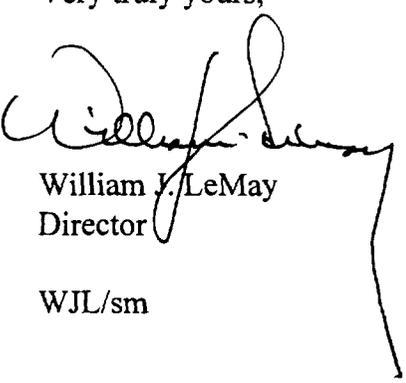
William Thomas Kellahin
Kellahin & Kellahin
P. O. Box 2265
Santa Fe, New Mexico 87502

RE: *Request to continue to produced overproduced non-marginal wells pending hearing to terminate prorationing in the Indian Basin-Morrow Gas Pool, Eddy County, New Mexico.*

Dear Mr. Kellahin:

In response to your written request dated March 15, 1996, you are granted permission to inform the operators in the Indian Basin-Morrow Gas Pool that they may continue to produce the non-marginal wells and accumulate overproduction in excess of the six times over rule until such time as the Division enters an order deciding this matter as part of a hearing to consider terminating prorationing in this pool. In the event the Division grants the application, the overproduction could be canceled as part of the order. In the event the Division denies the application then the operators will have to make up any overproduction if such a requirement is part of the final order.

Very truly yours,


William J. LeMay
Director

WJL/sm