



State of New Mexico

OFFICE OF THE

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Commissioner of Public Lands

JIM BACA COMMISSIONER

Santa <u>Fe</u>

P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

January 24, 1992

Robert J. Mannes P. O. Box 1918 Holland, Michigan 49422-1918

Re: Sand Draw Unit

Dear Mr. Mannes:

A review of the Sand Draw Unit Agreement reveals that the initial unit well, the Mannes State 35 Well No. 1-J Sec. 35-3S-27E, was completed as a Pennsylvanian gas well on July 18, 1990. By our letter of January 15, 1991 this office concurred with your determination that the Mannes State 35 Well No. 1 was commercial.

On October 13, 1991, 6:15 p.m., Southeastern Petroleum, Inc. spudded the Mannes State 34 Well No 1 in the NE/4SE/4 of Section 34, Township 3 South, Range 27 East. We have not received any reports as to the status of this well since November 21, 1991. The latest report filed, NMOCD form C-103 dated November 21, 1991, only indicated that production casing had been set on this well.

Please submit a 1992 Plan of Development for this unit. Your Plan of Development should include a summary of the 1991 Unit activities, new wells drilled, wells completed, wells shut-in, dry holes etc., and the anticipated Unit activity for 1992. In addition, we would like a monthly production history of each well in the unit for the past year.

In addition, please also be advised that any wells drilled within the unit boundaries must carry the unit name in order to qualify as unit wells. If the above wells are unit wells, please submit a C-104 name change to this office and to the New Mexico Oil Conservation Division re-naming the above wells as the Sand Draw Unit Well Nos. 1 and 2.

According to our records Robert J. Mannes is still the current Unit Operator for the above referenced unit. As mentioned above, it appears that Southeastern Petroleum, Inc. is drilling a well within

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the Sand Draw Unit boundaries. If Robert J. Mannes is no longer the Unit Operator, please submit a resignation of unit operator and a designation of successor unit operator for our approval as per sections 4 and 5 of the Unit Agreement.

If you have any questions, or if we can be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

JIM BACA COMMISSIONER OF PUBLIC LANDS

BY: Loyd le Nem

FLOYD O. PRANDO, Director Oil/Gas and Minerals Division (505) 827-5744 JB/FOP/pm encls. cc: Reader File