

## STATE OF NEW MEXICO

## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

## OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE



December 7, 1988

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

Lignum Oil Company c/o Chisos Operating, Inc. P.O. Box 10865 Midland, TX 79702

Attn: Mr. Ron Gilbreath

Re: State 1-30 Well #1

Unit B, Sec. 30, T12S, R34E

Gentlemen:

Your intention to add additional perforations to the abovereferenced well has been approved. However, should this zone be productive, it will be considered as a completion in the East Hightower Upper Penn according to type log for this pool. To produce the well from both the Upper Penn and the Lower Penn you will have to secure approval to downhole commingle.

Should you have questions concerning this, please contact me at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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