



PETROLEUM PRODUCTION MANAGEMENT, INC.

P.O. BOX 11320

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November 1, 1988

505 - 675 - 2478

Jerry Sexton
Supervisor, District 1
State of New Mexico
Oil Conservation Division
P. O. Box 1980
Hobbs, New Mexico 88241-1980

Re: Midwest State #1-J
Section 23-10S-33E
Lea County, New Mexico

Dear Mr. Sexton:

This is in reply to your letter of October 7th regarding captioned well. We were preparing to recomplete this well, but learned that it was up for bid at the March 15, 1988, New Mexico State Lease sale. Information we have indicates Robert F. Duke of Midland, Texas was the successful bidder for this lease.

We are attempting to contact the new owner of this lease to determine if they wish to utilize this wellbore or if we should proceed to plug and abandon. In the meantime, we have requested our New Mexico field office to file plugging application with your office.

Yours very truly,

PETROLEUM PRODUCTION MANAGEMENT, INC.


Nancy Elgin
Land Department

GARY COTHRAN
370-1398

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