DIL CONSERVATION COMMISSION

HOBBS, NEW MEXICO 88240

September 23, 1976

Mr. D. T. Stognes, Jr. Oil Development Co. of Texas P. O. Box 12058 Amarillo, Texas 79101

Dear Mr. Stognes:

Because of water escaping from water floods in Southeast New Mexico, the New Mexico Oil Conservation Commission has changed the casing requirements on wells to be drilled. One string of casing is required to be cemented from the top of the anhydrite to the surface. To do this, you have the following options:

- 1. Set surface to the top of the anhydrite and circulate cement to the surface.
- 2. Set your normal string of surface to 420 feet and then bring cement to the surface from the top of the anhydrite by circulating cement behind your long string or setting a D. V. tool (at the top of the anhydrite) in your long string and cementing through it back to the surface.

Your Forms C-101 have been approved with these conditions included, and are enclosed.

If you have any questions on the above, please contact us.

Yours very truly,

OIL CONSERVATION COMMISSION

Jerry Sexton Supervisor, District 1

JS/mc encl.