

SOUTHERN UNION PRODUCTION COMPANY
FIDELITY UNION TOWER
DALLAS, TEXAS 75201

DRILLING & PRODUCTION DEPT.

BENNY E. BECHTOL
MANAGER

January 29, 1968

Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico

Attention: Mr. Leslie A. Clements
Oil & Gas Inspector

Re: Southern Union (South Denton
State No. 1)
Unit L, Sec 6, T-16S, R-38E
Lea County, New Mexico

Gentlemen:

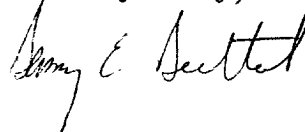
On January 28th the location was checked, and it was found that none of the work you indicated that should be done, had been done.

The rig is still over the hole with the derrick still in the air. The drilling line has been cut and the blocks are down in the cellar over the hole. The reserve pits are dry, but have not been covered. Pipe is scattered about, and there are several dog houses still on location.

To date, our Legal Department has not been able to contact the Trustee's of the Bankruptcy, and have advised me not to clean up the location until they have contacted them.

I will keep you informed of our progress.

Yours very truly,



BEB/mc

cc: Mr. Joe D. Ramey
Supervisor, District 1