

Lynx Petroleum Consultants, Inc.

P. O. Box 1979

3325 Enterprise Drive

Hobbs, New Mexico 88241

505 392-6950

Fax: 505 392-7886

April 1, 1992

Mr. Jerry Sexton
Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88241

Re: Leavelle No. 1 - Convert to Water Disposal

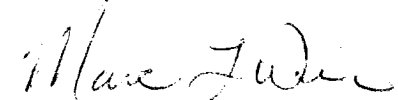
Dear Mr. Sexton:

*2938
see C-103*
Application to convert the subject well was made to the O.C.D. on Form C-108 on March 13, 1992. The application is being processed by Mr. Ben Stone in Santa Fe. The original C-108 proposed leaving the existing Wolfcamp perforations (10298'-10308') open while disposing of water into the Devonian. Mansanto, who operates a well in the area, objected to the Wolfcamp being open but would approve if the Wolfcamp were squeeze cemented.

As instructed by Mr. Stone, I have enclosed in triplicate copies of Form C-103 and included in the procedure to squeeze cement the Wolfcamp perforations. Upon approval of the C-103, Mr. Stone will proceed with the approvals necessary on the C-108.

If you have any questions, please call.

Sincerely,



Marc L. Wise
Agent for Gandy Corporation

Enclosure

MLW/dm

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Ido Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO.	30-025-268
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	7. Lease Name or Unit Agreement Name Leavelle
2. Name of Operator Gandy Corporation	8. Well No. 1
3. Address of Operator P. O. Box 827, Tatum, NM 88267	9. Pool name or Wildcat N. Shoe Bar Wolfcamp
4. Well Location Unit Letter <u>B</u> : <u>660</u> Feet From The <u>North</u> Line and <u>1980</u> Feet From The <u>East</u> Line Section <u>23</u> Township <u>16S</u> Range <u>35E</u> NMPM <u>Lea</u> County <u></u>	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3984.5' K.B.	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <u>Convert to Disposal</u> <input checked="" type="checkbox"/>		OTHER: <u></u> <input type="checkbox"/>	

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

AMENDMENT TO C-103 FILED ON 4/1/92:

The new hole to be drilled will be 4½" diameter from 12,160' to 13,200'. Top of Devonian estimated at 12,990'.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Marc Wise TITLE Agent DATE 4/7/92
TYPE OR PRINT NAME Marc Wise TELEPHONE NO 392-6950

(This space for State Use)

ORIGINAL SIGNED BY JERRY SEXTON
DISTRICT I SUPERVISOR

APPROVED BY TITLE DATE APR 10 '92
CONDITIONS OF APPROVAL, IF ANY.