

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

May 22, 1987

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

Yates Petroleum Corporation 105 South 4th Street Artesia, NM 88210

Attn: Juanita Goodlett

Re:

Change of Oil Transporter Brown AEI #1-H 26-16-37

Gentlemen:

As discussed with Evelyn Downs of this office, we are returning your C-104 for a change of oil transporter on the above-referenced well. Since the well does not have an allowable this request cannot be approved.

Tesoro was the transporter for your test allowable approved in April, 1987.

In your conversation you indicated this well is experiencing some difficulty in producing and additional work and testing may be necessary before you can submit a completion test. In this case you might submit a second test allowable request along with a letter of explanation and it will be considered.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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Encl.