



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

February 9, 1999

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

Ocean Energy, Inc.  
ATT: Scott Webb  
410 - 17th Street  
Suite 1400  
Denver CO 80202

RE: Townsend State, 5-W  
Sec. 2-Twp. 16S-Rge. 35E  
Curtailment of Production

Gentlemen:

On the above referenced well, it has come to our attention that at the present rate this well can only produce for three more months. Thus in the interim you will need to pinch this well back during this period

We also need a Deviation Survey to complete our records. If this is not complied with according to our OCD Regulations, henceforth this well will be shut-in.

Yours very truly,

OIL CONSERVATION DIVISION

*Chris Williams by Gary W. Wink*  
Chris Williams  
District I, Supervisor

CW:rm