STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

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

8/3/88 -- Was contacted by Larry Sanders w/Phillips concerning the completion and sale of oil from a well drilled by Woodbine Pet. He thought location 1650/N & 330/W of 21-19-32 and completed in the Delaware.

This is a confidential federal well. We do not have a drilling permit for the well.

OCD Inspector, Ray Smith check the well 8/4/88 and found run ticket from JM Petroleum dated 8/3/88 indicating they had picked up a load of oil.

8/4/88 -- Called JM Pet. to see if they had an approved C-104 authorizing transportation of oil from this lease. Sandy Tilton indicated she could not find a C-104 on file.

Sandy connected me with Les Hackler, Operations Coordinator for JM Pet., and he said their computer indicated they hauled 1 load 7/15/88 and 7/17/88, and 2 loads 7/21/88.

- 8/4/88 Talked with Mr. Don Shackelford w/Woodbine Pet. in Dallas -he said he new the well had been completed and he did not
 know if oil had been sold or not but would contact his field
 personnel and get back with us 8/5/88, He thought paperwork had been
 filed but was not sure.
- 8/5/88 Wilbur Shackelford with Woodbine out of Roswell (622-5902) called and said the well started producing 7/2/88 and oil had been moved by JM Pet. Herthought Don Shackelford out of Dallas had filed the paper work.

I advised Mr. Wilbur Shackelford to have the BLM furnish us with two copies of the drilling permit and for him to file 5 copies of C-104 with two deviation surveys, along with a copy of the Fed. well record and one set of logs. We would hold the logs and well record confidential if requested.

The well is a top allowable well and he would like us to go back and assign allowable to July 2. when they get their forms in.

I advised him that my supervisor, Jerry Sexton, would be in touch with him next week.

P.S. Shannon Shaw w/BLM told me they had filed the proper forms with the BLM but had requested everything be held confidential so that is why we do not have a drilling permit.