



PRONGHORN SWD SYSTEM

P.O. Box 1979
3325 Enterprise Drive
Hobbs, New Mexico 88241
(505) 392-8292 Fax: (505) 392-7886

April 27, 1995

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

Re: Operation of Pronghorn SWD Well No. 1

Gentlemen:

This is to notify you that Pronghorn SWD No. 1 located in Unit Letter B, Sec. 24, T-19S, R-32E, Lea County, New Mexico was drilled and completed March 29, 1995. The well did not accept any water for the month of March. A C-115 will be submitted to you each month beginning with March, 1995 report month.

On April 1, 1995, the well began accepting approximately ± 700 barrels of water per day. All of the water being transported from the south end of Pronghorn's SWD System is being diverted to the well.

Water entering Pronghorn's SWD System from the north end is being transported to Mewbourne Oil Company's Quercho Plains Bone Springs Waterflood Unit. For the month of March, 1995, 19489 barrels of water were transported to Mewbourne. Within the next 30 days, water now being transported to Mewbourne will be disposed of in the referenced well. Therefore, the well will accept approximately 1350 barrels of water per day when all water is diverted to the well.

If you have any questions, please do not hesitate to call.

Sincerely,

PRONGHORN SWD SYSTEM

Deborah McKelvey

Deborah McKelvey

DM/ct