

ENERGY MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
310 OLD PECCS TRAIL
SANTA FE, NEW MEXICO 87503
JANUARY 24, 1991

* * * SHUT-IN NOTICE * * *

TEXACO PRODUCING INC.
P.O. BOX 728
HOBBS NM 88240

GENTLEMEN :

THE GPU DESCRIBED BELOW HAS EXCEEDED THE OVERPRODUCTION LIMIT PROVIDED IN RULE 11(B)-1 OR 11(B)-2, WHICHEVER IS APPLICABLE, OF THE RULES AND REGULATIONS FOR PRORATED GAS POOLS CONTAINED IN ORDER R-8170, AS AMENDED. AS PROVIDED BY SAID RULE THE GPU IS TO BE SHUT-IN IMMEDIATELY AND LEFT SHUT-IN UNTIL IT IS OVERPRODUCED LESS THAN THE OVERPRODUCTION LIMIT (6 TIMES IN THE SOUTHEAST POOLS, 12 TIMES IN THE NORTHWEST POOLS). THE DATA SHOWN BELOW, ALSO SHOWN IN THE CURRENT PRORATION SCHEDULE, INDICATES THE OVERPRODUCTION LIMIT AS WELL AS THE CURRENT OVERPRODUCED STATUS.

IF SHUT-IN WILL JEOPARDIZE YOUR LEASE OR CAUSE OTHER HARSHIP, AUTHORITY CAN BE GRANTED TO MAKE UP THE OVERPRODUCTION AT LESS THAN COMPLETE SHUT-IN (NOT TO EXCEED 250 MCF PER MONTH) BY WRITTEN AUTHORIZATION OF THE DIRECTOR.

IT IS CALLED TO YOUR ATTENTION THAT THE EXCESSIVE OVERPRODUCTION CONSTITUTES "ILLEGAL GAS" AS DEFINED IN 70-2-16E NMSA AND CONTINUING VIOLATIONS ARE SUBJECT TO PENALTIES AS PROVIDED IN SECTION 70-2-31A AND B. SUCH PENALTIES MAY APPLY TO BOTH WELL OPERATOR AND THE TRANSPORTER.

POOL : SUMONT YATES 7 RVRN SN (PRD GAS)
TRANSPORTER : TEXACO PRODUCING, INC.
LEASE : L VAN ETEN
WELL-ID : 10 0 9 20S 37E N 1.00 DECEMBER C/U = 161383-
SHUT-IN DATE = 12/90 OVERPRODUCTION ALLOWABLE LIMIT = 102460

TEXACO PRODUCING, INC. IS HEREBY DIRECTED TO CEASE
TAKES FROM THIS WELL UNTIL IT IS RELEASED FROM SHUT-IN BY THE DIVISION AS
WILL BE INDICATED IN THE GAS PRORATION SCHEDULE.

JIM MORROW,
CHIEF PETROLEUM ENGINEER,
ENGINEERING BUREAU,

C: TRANSPORTER
ODD FILE