



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



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GOVERNOR

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August 13, 1993

Manzano Oil Corporation
P. O. Box 2107
Roswell, New Mexico 88202-2107

Attention: Kenneth Barbe, Jr.

Re: Manzano Oil Corporation
Newham "14" Federal No. 2
660' FNL and 1650' FEL
Section 14, T20S, R35E
Lea County, New Mexico

Gentlemen:

Your request to produce the subject well has been approved as a testing allowable by correspondence dated July 21, 1993. You were allowed to produce the well to gather data for your hearing originally scheduled for August 12, 1993 but rescheduled for August 19, 1993. You were advised that the gas produced as a testing allowable may have to be made up as a result of the hearing order.

The testing allowable was 882 Mcf/D which was 1/3 of the calculated Absolute Open Flow of 2647 Mcf/D. This gas was to be produced into a pipeline and not vented. At the time you submitted your original CAOF you indicated that there was a problem with this measurement because of fluid in the hole. We are in receipt of your new test indicating a CAOF of 35,240 MCFGPD. Effective today you may produce up to 1/3 of this amount being 11,740 MCFGPD for testing purposes only. All other provisions of my July 21, 1993 letter to you remain in effect.

Sincerely,

William J. LeMay, Director

WJL/si

cc: ✓ Robert Unger, Marathon

cc. TNT
RAB
TCL
DRP
ARK
SHR
DDW
RWT

RECEIVED
MARATHON OIL COMPANY

AUG 17 1993

PRODUCTION MANAGER
MIDLAND OPERATIONS
MIDLAND, TEXAS