



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

TONEY ANAYA  
GOVERNOR

December 19, 1986

POST OFFICE BOX 1980  
HOBBS, NEW MEXICO 88240  
(505) 393-6161

Zia Energy Inc.  
Box 2219  
Hobbs, NM 88240

Re: L. D. Jones #1-H  
Section 1, T20S, R38E

Gentlemen:

The plugback of the above-referenced well from the Blinebry to the Yates Seven Rivers was approved by this office December 17, 1986. If this well is completed as a gas well in the House-Yates Seven Rivers Gas Pool you will need approval of the unorthodox location prior to producing the well from this formation.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton  
Supervisor, District I

ed

7-8-2323  
2/23/87