



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

GARREY CARRUTHERS  
GOVERNOR

July 24, 1990

POST OFFICE BOX 1980  
HOBBS, NEW MEXICO 88241-1980  
(505) 333-6161

BTA Oil Producers  
104 South Pecos  
Midland, TX 79701

Attn: Mr. Thomas J. Williams

Re: EXCEPTION TO RULE 402

Chiso "C" 8711 JV-P #1  
Unit C, Sec. 23, T22S, R34E  
Ojo Chiso-Morrow Gas Pool  
Lea County, NM

Gentlemen:

As requested in your letter of July 23, 1990, and for the reasons outlined therein, the well referenced above will be exempt from the shut-in pressure test requirement of Division Rule 402. This exemption is being made on a non-expiring basis pending workover or shut in of the well.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton  
Supervisor, District I

ed

cc: OCD Santa Fe

BTA Oil Producers - gas transporter



MIDLAND PARTNERS  
CARLTON BEAL  
CARLTON BEAL, JR.  
BARRY BEAL  
SPENCER BEAL  
KELLY BEAL

BTA OIL PRODUCERS  
104 SOUTH PECOS  
MIDLAND, TEXAS 79701  
AC 915-682-3753

ROCKY MOUNTAIN DIVISION  
555-17TH STREET  
SUITE 835  
DENVER, CO 80202  
AC 303-292-9299

DENVER PARTNER  
BARRY BEAL, JR.

JULY 23, 1980

RE: Exception to Rule 402  
Shut-In Pressure Test  
Chise 'C' 8711 JV-P  
C. Sec 23, T22S, R 31E  
Lee County, New Mexico

State of New Mexico  
Energy & Mineral Department  
Oil Conservation Commission  
P. O. Box 1980  
Hobbs, New Mexico 88240-1980

ATTENTION: Mr. Jerry Sexton

Dear Mr. Sexton:

BTA Oil Producers would like to apply for an exception to Rule 402 - Shut-In Pressure Test on the above referenced well.

The well is currently producing 2665 GCFD, 33 BOPD, and 260 BWPD with FTP 400 psi. Due to the large volume of water the well is producing, it is felt that the well would not recover naturally from a shut-in period. Any shut-in period on this well could result in an expenditure upon attempting to return the well to production. Also a possible loss of reserves if the production was not recovered.

If you have any questions or need any further information, please contact me.

Yours very truly,

Thomas J. Williams  
For BTA Oil Producers

TJW/ism

cc: Dorothy Houghton