STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT **DIL CONSERVATION DIVISION**



GARREY CARRUTHERS

GOVERNOR

February 5, 1987

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Mr. R. C. Anderson Chevron USA P. O. Box 670 Hobbs, New Mexico 88240

Graham State (NCT-E) #2, Eumont Pool 6-21-36 Re:

25

Dear Mr. Anderson:

Thank you for your letter of January 28 regarding the subject well. Upon reviewing the past year's allowables I have found the computer was overly generous with the asterisks for the Eumont Pool. I am unsure at this point why it happened, but because of that you were unjustly accused of violating the rules for balancing gas wells.

Please accept my regrets for causing you inconvenience.

Yours very truly,

VICTOR T. LYON, Chief Petroleum Engineer

VTL/dr

Harold Garcia cc: