

ENERGY MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
310 OLD PECOS TRAIL
SANTA FE, NEW MEXICO 87503
NOVEMBER 29, 1990

* * * SHUT IN NOTICE * * *

ARCO OIL & GAS COMPANY
P.O. BOX 1610
MIDLAND

TX 79702

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 HARDSHIP, 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: EUMONT YATES 7 RVRS QN (PRO GAS)
TRANSPORTER: NORTHERN NATURAL GAS COMPANY
LEASE: STATE 176

WELL-ID: 3 J 19 21S 36E MWU
WELL-ID: 6 C 19 21S 36E MWU
WELL-ID: 4 G 19 21S 36E MWU
WELL-ID: 0 44S 43E N

SHUT-IN DATE = 10/90 OVERPRODUCTION ALLOWABLE LIMIT = 108926 OCTOBER O/U = 113569-

NORTHERN NATURAL GAS COMPANY IS HEREBY DIRECTED TO CEASE TAKES FROM THIS WELL UNTIL IT IS RELEASED FROM SHUT-IN BY THE DIVISION. WILL BE INDICATED IN THE GAS PRORATION SCHEDULE.

JIM MORROW,
CHIEF PETROLEUM ENGINEER,
ENGINEERING BUREAU,

C: TRANSPORTER
OCD FILE