Shell Western E&P Inc.
A Subsidiary of Shell Oil Company

P.O. Box 576
Houston, TX 77001

August 31, 1989

Mr. Jerry Sexton
State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88241-1980

Dear Mr. Sexton:

SUBJECT: NORTHEAST DRINKARD UNIT (NEDU)
           WELL NO. 218-K
           SEC. 2, T21S, R37E

Responsive to your letter of August 23, 1989, requesting Form C-103
documentation for the suspected conversion of the subject well from a
producer to an injector, please be advised that injection operations
have never commenced and the well remains shut-in. No change relative
to the NMOCD-approved wellbore utilization scheme (see attached "First
Supplement-1988" dated April 28, 1988) has occured; therefore, NEDU 218
will be recompleted as a Blinebry gas producer in the near future.

We note that recent Form C-115 filings erroneously designate NEDU 218 as
an injector; however, injection volumes do not appear on the reports
(see attached). As we must infer that the injector status code is the
source of the problem, SWEPI will take immediate steps to ensure
accurate well status designations in future Operator Monthly Reports.

Should you have any questions or need additional information, please
contact Marcus Winder at (713) 870-3797.

Very truly yours,

J. H. Smitherman
Regulatory Supervisor
Western Division

MW:SJK

Attachments

XAH8924301 - 0002.1.0

August 23, 1989

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

GARREY CARRUTHERS
GOVERNOR

Shell Western E&P Inc.   Attn: Marcus Winder
P.O. Box 576
Houston, TX 77001   (WCK-4435)

Re: Northeast Drinkard Unit #218-K
    Section 2, T21S, R37E

Gentlemen:

Injection is being reported into the above-referenced well.
Please file C-103 covering the conversion from producer to
injector, and give date injection was commenced.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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