MACDONALD OIL CORPORATION

1 2 1 0 WESTERN UNITED LIFE BLDG. P.O. BOX 1812 MIDLAND, TEXAS 79701

March 9, 1972

Oil Conservation Commission P. O. Box 1980 Hobbs, New Mexico 88240

Attention: Joe D. Ramey

Dear Sir:

In reply to your letter of March 7, 1972, please be advised we have not done the workover on our Gulf Mattern "A" #1. We had intended to do it when we filed our last C-101. However, when we pulled the rods and tubing we found a mechanical problem which could account for some of our decline in production in the Paddock Pay. We thought it best to correct the problem and retest the current producing zone before plugging back. Our plans now are to do the workover whenever the current downhole pump quites which we expect in the next two or three months.

If you need additional information please advise.

Very truly yours,

MACDQNALD ØIL CORPORATION

Manager of Production

BJB:dh