50 YEARS

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION



1935 - 1985

TONEY ANAYA

April 29, 1986

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

Minerals Inc. P. O. Box 1320 Hobbs, New Mexico 88240

Attention: Al Klaar

Re: Llano "34" State Com. No. 1, East Grama Ridge Morrow Pool, Unit I, Sec. 24, T-21-S, R-34-E, Lea County, New Mexico

Gentlemen:

Your letter of April 22, 1986 has been received requesting hardship gas well classification for the captioned well. The matter has been placed on the docket for examiner hearing May 28 in order to provide time to enter an order before the expiration of the 60-day temporary classification granted by the Hobbs District Supervisor.

We will expect testimony and evidence in regard to the minimum sustainable flow rate for the well so as to minimize the impact on other wells on Phillips 66 Natural Gas system.

Yours very truly,

With 2. Lynn

VICTOR T. LYON Chief Petroleum Engineer

cc: Phillips 66 Natural Gas Odessa, Texas 79762

Hobbs District Office