



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

May 16, 1988

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Standard Oil Production Co.
P. O. Box 4587
Houston, Texas 77210

Attention: Mr. J. D. Scarbrough

Re: Shut-In Notice, Elliott Hinton #1 Well,
E-12-22S-37E, Lea County, New Mexico
Blinebry Oil and Gas Pool

Dear Mr. Scarbrough:

Your letter of May 9 has been received and reviewed together with the well's history. We note that the February 1988 schedule showed the well to be nearly eight times overproduced and that the May schedule shows it to be 15.8 times overproduced, as of March 31. Furthermore, the January 22, 1988 memorandum stated as follows:

"...excessively overproduced wells are to be produced only during and to the extent necessary to meet the emergency demand. Excessively overproduced wells will be curtailed or shut-in after March 31, 1988 to help bring prorated pools into balance."

It is pointed out that there has been nothing from this office which would lead you to believe that production during the emergency would be exempt from allowables. You produced your well, probably at premium gas prices, and are therefore considerably better off than your neighbors.

As provided in Rule 11(c) of Order R-8170, you are hereby authorized to produce not more than 250 MCF per month until the subject well is less than six times overproduced.

Yours very truly,

VICTOR T. LYON,
Chief Petroleum Engineer

VTI/dr

cc: Jerry Sexton, Hobbs
Harold Garcia, Santa Fe