

SEP 19 1986

El Paso
Natural Gas Company

P. O. BOX 1492
EL PASO, TEXAS 79978
PHONE 915-541-2600

September 16, 1986

Alpha Twenty-One Production Company
200 W. Illinois
Suite 200
Midland, Texas 79701

Re: El Paso State No. 1-J
Section 22, T23S, R36E
Meter No. 58-118-01

El Paso Plant No. 1-L
Section 32, T23S, R37E
Meter No. 58-208-01

Gentlemen:

The above-referenced wells have been treated as hardship wells by El Paso, for production scheduling purposes, on the basis of New Mexico Oil Conservation Division Order No. R-7458, which found, among other things, "(t)hat the complete shut-in of said wells could result in reservoir damage and the loss of reserves thereby causing waste." However, based upon a complaint received by one of the joint interest owners in said wells, we must now request that you file a request for hardship classification under OCD Rules 408-412.

Unless such an application is filed with the OCD within ten days of your receipt of this letter and you obtain an emergency hardship classification, El Paso will no longer treat the referenced wells as hardship wells. Given current conditions, said wells will most likely be required to be shut in indefinitely to El Paso's traditional market unless they are so classified.

Very truly yours,

EL PASO NATURAL GAS COMPANY



Harry I. Zimmer III
Director
Production Control Department

cc: Doyle Hartman