



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

September 24, 1996

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

MEMO TO FILE

Several phone calls transpired between Stephanie Bates, Mid-Continent Energy Operating Co., and Karen Sharp, OCD Dist I, during the week of September 22, concerning correct reporting of the GG Travis property operated by Mid-Continent. Results and Actions of these conversations are as follows:

Teague Paddock
Well #2 is a single completion in the Justis-Blinebry; Well #3 is a dual completion in the Justis-Blinebry and Imperial-Tubb Drinkard and was downhole commingled in March, 1989. These two wells have produced into a central tank battery since 1989. As this operation has occurred for an extended length of time and because there is only property and a small volume of wells involved, Mike Stogner (OCD-Santa Fe) today gave verbal permission to continue this operation without a pool commingling order in place for this property. Subsequent operations such as recompletion or plugback to another pool will, however, require additional approval from Santa Fe in order to produced into the same battery.

Well #3 has been incorrectly reported as a single completion in the Justis-Blinebry from 1989 forward on the production reports. Stephanie will file amended C-115s back to January, 1994 to correct this. Correct filing for this well will first be reflected on the August 1996 C-115.

Danny Martinez (Tax & Rev-Santa Fe) will work w/Mid-Continent on amending previously filed tax notices and reports for this property previous to August 1996.

/ks

cc: Stephanie Bates
Mike Stogner
Danny Martinez
Well File ✓

#3