

CURTIS HANKAMER
Oil Operator
1422 BANK OF THE SOUTHWEST BLDG.
HOUSTON 2, TEXAS
CAPITOL 4-6437

RECEIVED

OCT 3 1960

September 29, 1960

O. C. P.
ARTESIA, N. M.

Mr. M. L. Armstrong
Oil and Gas Inspector
Conservation Commission
Artesia, New Mexico

Dear Sir:

Our "AT" Federal No. 1 in the Brushy Draw (Delaware) Pool Eddy County, New Mexico was completed in January of 1959. This well was perforated and sand fractured. The initial production by swabbing reflected approximately 95 per cent salt water. The well was never potentialed as it was noncommercial in this state. At this time no further work was performed on this hole as we were doing exploratory drilling and preferred to utilize any subsequent information gained by the additional drilling to determine what might be done to the well bore to make a commercial producer.

In March, 1960 we attempted a workover which consisted of squeezing for water shutoff and reperforating for production. This workover was unsuccessful in attaining water shutoff to any large degree. Swabbing of the well after workover indicated approximately 10 per cent oil. After a month or two had passed we installed a pumping unit and tested for approximately two months, producing the total liquid into a 210 barrel welded tank and bleeding off produced water. During this period of testing we produced 67 barrels of clean oil into the test tank.

In accordance with our conversation dated September 28, 1960 form C-104 has been filled out and is attached hereto. We request clearance for this oil to be sold to Curtis Hankamer for the purpose of fracturing. Mr. Hankamer has the division of interest to be paid on the oil purchased and payment would be made to the respective parties by his office.

Page Two
September 29, 1960

RECEIVED

OCT 3 1960

We appreciate your assistance in making it possible to clear ^{D. C. C.} this lease of the oil on hand, since the volume is less than a transport load. ^{ARTESIA, OFFICE}

Yours very truly,


Phil C. Hankamer,
Engineer

PCH:cdc
Enclosures