



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
1000 RIO BRAZOS ROAD - AZTEC
87410

I. R. TRUJILLO
CHAIRMAN
LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER
STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

June 1, 1973

Mr. Don Myers, Production Manager
Tenneco Oil Co.
1200 Lincoln Tower Bldg.
Denver, Colorado 80203

Re: Tesoro Petroleum Corp.
Hanson #22
Sec. 8-17N-8W

Dear Mr. Myers:

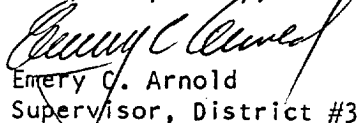
I am enclosing a copy of a letter which is addressed to this office by Mr. R. H. Denman of Tesoro Petroleum Corporation in October, 1972. Mr. Denman states that this well is to be taken into the Lone Pine Dakota D Unit and at such time Tenneco will take the gas from the well for use in the Unit.

It has developed that Tesoro has an excess of lease gas over their needs for the Hospah fuel system and as a result a significant amount of gas is being flared which might be saved.

Can you please advise at that date this well will be approved for inclusion into the Lone Pine Dakota D Unit so that this gas may be put to beneficial use?

Thank you.

Yours very truly,


Emery C. Arnold
Supervisor, District #3

ECA:mc

Encl.

cc: Mr. A. L. Porter, Jr.
Oil Conservation Commission
Santa Fe, New Mexico

Mr. R. H. Denman
Tesoro Petroleum Corp.
8520 Crownhill

San Antonio, Texas 78209