

CONTINENTAL OIL COMPANY

P. O. Box 3312 Durango, Colorado September 22, 1964

New Mexico Oil Conservation Commission (2) P. O. Box 697 Aztec, New Mexico

Attn: Mr. Emery Arnold

Gentlemen:

Continental Oil Company's Ballard Pictured Cliffs Apache "C" Well No. 7, Unit A, Section 4, T23N, R4W, Rio Arriba County, New Mexico, is presently six times over-produced and is shut-in accordingly.

The 1964 deliverability test, obtained 4-16-64, indicated a deliverability of 79 MCFD for a flow rate of 118 MCFD. During January, 1964, the well was produced for 30 days with a daily average of 367 MCFD. Apparently, the well was not producing at the maximum efficient rate during the 1964 deliverability test.

It is proposed to recomplete Well "C" No. 7 by perforating another zone in the upper Pictured Cliffs from 2279'-2289'. Permission is therefore requested to conduct a new deliverability test on the well. Forms C-104 and C-112-A will be submitted upon recompletion of the well.

Very truly yours,

H. D. Haley

District Manager

Durango District

Production Department

GAB/ca