

**WALSH**

ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting
Lease Management
Contract Pumping3001 Northridge Drive
P.O. Drawer 419
Farmington, New Mexico 87401
(505) 327-4892FARMINGTON RESOURCE AREA
FARMINGTON, NEW MEXICO

March 8, 1988

Mr. Ron Fellows, Area Manager
Bureau of Land Management
1235 La Plata Highway
Farmington, New Mexico 87401**RECEIVED**

MAR 13 1988

OIL CON. DIV. 1
DIST. 3

BLM - FRA	
AM	AAM
ADMIN.	PAO/VOL.
NAV AFF	RANGER
P & EC	TEST SITE
SP AGT	HZ. MAT
BRANCH L & RR	
BRANCH MINERALS	
ALL SUPV	ALL EMPL
FILES	

REF: Dave M. Thomas, Jr.
Chacon Jicarilla Apache "D" No. 11
NW/4, Sec. 14-T23N-R3W
Rio Arriba County, New Mexico
Lease No: Jicarilla Contract 413

Dear Mr. Fellows:

This well was drilled with the name of the operator as Elf Aquitaine, Inc. Due to regulations of the State of New Mexico, Energy, Minerals and Natural Resources Department, Oil Conservation Division, the well will have to be operated under the name of Dave M. Thomas, Jr.

Elf Aquitaine, Inc. will prepare and file all reports concerning the well and operation.

This is a request, on behalf of the Operator, for approval to vent produced natural gas. The request is based upon the following:

1. The well is an experimental horizontally drilled well.
2. The well currently produces 5 to 10 barrels of oil and 6.0 MCF gas per day.
3. To sell the produced natural gas it would be necessary to install a compressor and construct approximately 3,500 feet of gas line to tie into a gas gathering system.
4. It is not considered economical to expend the monies necessary to install a compressor and construct a gas sales line due to the low volume of natural gas production.

Your consideration and cooperation in this matter will be appreciated.

Very truly yours,

THIS APPROVAL IS FOR

Indefinitely

CONFIDENTIALEwell N. Walsh, P.E.
President

ENW:rr

cc: Dave M. Thomas, Jr.
Frank Chavez, OCD, Aztec, N.M.
Bob Adolph, Elf Aquitaine, Houston, Texas

NMOCQ