

OIL CONSERVATION COMMISSION

1000 RIO BRAZOS ROAD

AZTEC, NEW MEXICO

September 1, 1961

Val R. Reese & Associates
Lobby, Simms Building
Albuquerque, New Mexico

Re: Val R. Reese #1-9 Berv.
330/E line; 2210/N Line
Section 9-23N-7W

Attn: Mr. Morris D. Jones

Dear Mr. Jones:

We have received Form C-110 and revised Form C-120 pertaining to the above well along with the request for re-classification from oil well to gas well.

This well is not spaced in conformance with Rule 104, Paragraph 2 of the New Mexico Oil Commission Rules and Regulations which states that a gas well in District #3 shall be located a minimum of 790 feet from the quarter-section line. It also appears that the well is not eligible for administrative approval because of the fact that the reason for the unorthodox location was not topography. Therefore, before this well can be classified and produced as a gas well it will be necessary that application for a non-standard location be filed with Mr. A. L. Porter, Jr., Secretary-Director of the Commission so that the matter may be set for hearing.

In the meantime I would suggest that you produce the well as an oil well, using a limiting gas-oil ratio of 2,000 cubic feet per barrel of oil.

Yours very truly

ECA:ks

Emery C. Arnold
Supervisor, District #3

cc: Mr. A. L. Porter
OCC, Santa Fe, N.M.

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ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

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the well is not eligible for administrative approval because of the fact that the proposed location was not geographically. Therefore, before this well can be drilled and produced as a gas well it will be necessary that application for a non-standard location be filed with Mr. L. Porter, Jr., Secretary-Director of the Commission so that the matter may be referred to the proper authorities.

to the fact that you produce the well-known
fact that 100,000 to 150,000 gallons of oil
are used in the production of 1,000 barrels of oil.

Bonne nuit
à tout le monde

000 Mr. A. A. Foster
000 Santa Fe, N.M.