323 Simms Building Albuquerque, New Mexico

October 9, 1957

Mr. P. T. McGrath
District Engineer
U. S. Geological Survey
P. O. Box 965
Farmington, New Mexico

21-23-3

Re: Reynolds Mining Corporation #1 Jicarilla

Dear Phil:

The attached Notice of Intention to Rework the Reynolds Mining Corporation #1 Jicarilla well is submitted by way of a feeler to the USGS and New Mexico Oil Conservation Commission in order to solicit suggestions and recommendations, since you have both been so helpful in guiding me to solutions to my operating problems from time to time.

This well has had a declining production, due in part to paraffin buildup, and a very marginal volume of production. The only solution
apparent to me, if the well will make sufficient oil, is to flow the oil
through the use of circulating gas taken from another well. This, of
course, would require the flaring of a small amount of gas with the
oil. However, in the line of total conservation effect to be achievedrecovering oil that otherwise would not be recovered--I feel that in
this instance the use of a small amount of gas would be justified conservation.

I would appreciate suggestions from both you and Emery Arnold as to the propriety of my approach and my plans. If you feel that the plugging of this well would be more desirable, please so advise.

Yours truly,

CASWELL SILVER

CS:hw Encl.

cc: Mr. M. J. Florance

Mr. Emery C. Arnold

Mr. C. J. Eskridge, Jr.

Mr. J. E. Whiting

Mr. Perry K. Hurlburt