



Gary-Williams Oil Producer

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October 17, 1984

Bureau of Land Management
Caller Service 4104
Farmington, New Mexico 87499

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RE: Gas Flare Application
Sandoval County, New Mexico

Gary-Williams Oil Producer, Inc., respectfully submits an application to flare associated produced gas from the following wells in Sandoval County, New Mexico:

* Taylor #30-8	SE NE Section 30-21N-3W NM 16579
Taylor #29-13	SW SW Section 29-21N-3W NM 29168
* Penistaja #11-1	NE NE Section 11-20N-4W NM 24449
San Isidro #1-16	SE SE section 1-20N-3W NM 37548
San Isidro #15-4	NW NW section 15-20N-3W NM 36936
San Isidro #11-16	SE SE section 11-20N-3W NM 19150
San Isidro #14-4	NW NW Section 14-20N-3W NM 36936
San Isidro #12-2	NW NE Section 12-20N-3W NM 36096
San Isidro #12-4	NW NW Section 12-20N-3W NM 36096

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OIL CON. DIV.
DIST. 3

For complete
application see
3161.1

* Lease operations are supplemented periodically with propane. Gas vented is on an intermittent basis.

The total gas presently being vented from the above 9 wells is about 150 mcfpd. Cost to gather, measure, dehydrate and compress the gas to get it into a sales line is estimated at \$1,354,000. Exhibits Number 1 and 2 outline the estimated cost to install the gas sales system and a map showing the possible route of the gas sales system.

This application contains present worth analysis of the oil production (including the cost to drill, complete and equip the wells), gas production (including only the cost on a prorated basis to market the gas), and a combined oil and gas production. The oil and gas price used in this analysis

NMCLD

APPROVED

McKen
10/22/84
J. L. McKen