SIMMONS ENGINEERING & CONSULTING CO.

5704 VILLA VIEW DRIVE

FARMINGTON, NEW MEXICO RAE CEIVED

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Mr. Matt Millenback Bureau of Land Management Caller Service 4104 Farmington, New Mexico 87499 BUREAU OF LAND MANAGEMENT FARMINGTON RESOURCE AREA

Re: Joseph B. Gould # 3-32 Phillips

February 17, 1984

FEB 2 4 1984

OIL CON. DIV. DIST. 3

Dear Mr. Millenback:

Mr. Joseph B. Gould is requesting an approval for one-year venting of casinghead gas from his Phillips # 3-32 Well. The well is located in the SW/4 of the SW/4 of Setion 32, T25N, R3W, Rio Arriba County, New Mexico. The well was completed and ready for production on December 17, 1983. During a 24-hour production test taken on January 14, 1984, the well produced 224 barrels of oil and 52 MCF of gas, and 5 BLW. The gas-oil ratio was 231.72 cu.ft. gas/1 BO.

The approval for venting is requested under conditions set forth by Part 644, Chapter 5. Item 3F of the Department of the Interior, Geological Survey, Conservation Division manual which states "...temporary flaring of gas production not exceeding one year may be allowed while evaluating reserves, awaiting pipeline construction, negotiating sales contracts..., provided total monthly per well gas flared does not exceed 10 MMcf".

This request for venting is necessitated by Mr. Joseph B. Gould's present difficulty in getting a gas pipeline installed. Northwest Pipeline Corporation will purchase the gas from the well, but the contract has not been amended and the weather conditions have prevented any construction operations. Although Mr. Gould is requesting permission to vent for a year, Mr. Gould is very confident that a pipeline connection will be made by July 1984.

As an action plan, Mr. Gould will continue to negotiate with Northwest Pipeline Corporation for the pipeline installation at the earliest possible moment, weather permitting. When the contract is amended and the weather permits the well will be tied into existing pipeline facilities in the area and venting will cease.

Respectfully,

R. D. Simmons

Agent for Joseph B. Gould

C: NMOCDY ACP-8 100 Chrono

Abandonment Expires Feb. 21,798-5.

APPROVED

APPROVED

M. MILLENBACH

ASST AREA MANAGER ACTOR