

Southern Union Exploration Company P. O. Bur 2009 Farmen, J. M. New Mex. 1, 67433 (505) 327,4481

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JUN 27 1984

BUREAU OF LAND MANAGEMENT FARMINGTON RESOURCE AREA

June 26, 1984

OIL CON. DIV.

D NA 51027 3 MM 53136 A 2 1 31311 55 078155 078156

Bureau of Land Management Caller Drawer 4104 Farmington, NM 87499

ATTN: Matt Millenbach, Area Manager

RE: Extension of Permission to Vent Gas, South Bisti #1, Sec 3-T 25N-R 13W

Dear Matt,

Southern Union Exploration (SX) is in the process of acquiring a pipuline right-of-way within sections 3,11,12, 1-T 25N-R 13W and Sec 6-T 25N-R 12W SFC78c36 to transport casinghead gas from SX oil wells in the Bisti Lower Gallup field.

SX submitted an Application for Permission to Survey the right of way to the Bureau of Indian Affairs, Superintendent, Eastern Agency in Crownpoint on June 19, 1984.

DAG 30,83

DAG 19883

The South Bisti #1. Champlin Federal #1 and Boxxy Fodoral #1

The South Bisti #1, Champlin Federal #1, and Berry Federal #1, three of SX's oil wells in the Bisti Lower Gallup, are all currently venting less than 30 mcfgpd each. SX has entered into a gas purchase contract that covers these wells and intends to connect, the casinghead gas for sale as soon as right of way is granted and the pipeline is constructed.

By this letter, SX is requesting permission to continue venting gas until such time as a pipeline connection is established. We are particularly concerned for the South Bisti #1 since the current venting permission expires mid-July. Should you have any questions, please call.

Sincerely,

Katherine F. Folk

Geologist

KFF/jb

- Approceduntil 1 July 1985

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