

January 19, 1962

Rocaanville Corporation
1126 Mercantile Securities Building
Dallas 1, Texas

Attn: Mr. J. B. Avant

Dear Sirs:

We have received your letter of January 10, 1962 requesting clarification of the over-production status of your #1 Riddle Trust well in the Bisti Lower Gallup Pool.

The 771 barrels over-production figure was arrived at from your October C-115. The well did not have an allowable during October until October 20, as this was the date that an extension was granted to your no-flare exception. The October allowable of 468 barrels shown on your October C-115 was correct. However your production was shown to be 1239 barrels, which gives an over-production of 771 barrels at the end of October. The allowable shown on your November C-115 was incorrect. It was shown to be 468 barrels and the November oil schedule shows 1170 barrels, which is correct for 30 days at 39 barrels per day. Your November C-115 shows production of 391 barrels so that you were under-produced 779 barrels for the month (1170 - 391). Therefore, as of December 1 you were in balance, so our original over-production notice may be ignored. You should, however, correct the allowable figure on your December C-115 to show 1170 rather than 468 barrels.

If you have any further questions, please contact us.

Yours very truly

ECA:km

cc: Mr. Manuel Martinez
OCC, Santa Fe, N.M.

Emery C. Arnold
Supervisor, District #3

