

Mobil Oil Corporation

P.O. BOX 1652
CASPER, WYOMING 82601

September 20, 1966

Mr. E. C. Arnold, Supervisor
Oil & Gas Inspector, District III
New Mexico Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico

MOBIL'S NAVAJO #1
SW SW SEC. 9, T26N-R18W
TOCITO DOME FIELD
SAN JUAN COUNTY,
NEW MEXICO

Dear Sir:

The purpose of this correspondence is to seek Commission approval to flare gas produced from the referenced well beyond the sixty days granted immediately subsequent to the well's completion. The said sixty-day period is covered by Tocito Dome Field Rule Nine.

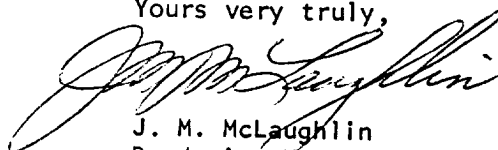
This well was completed July 23, 1966, producing from perforations 6300' to 6306'. The completion GOR was 1042. A scheduled GOR test on August 25, 1966, reflected 1003. The well at that time produced 395 BOPD and 396 MCFGD. As of this date, the status of the well continues essentially unchanged.

Gas produced is flared to the atmosphere, as we have been unable to develop a reasonable market. We have contacted the Bureau of Indian Affairs and at least two other potential purchasers in an effort to negotiate a sale. However, limited volumes and geographic location of our well in relation to a sales point (we would require up to seven miles of lines plus compression equipment) contributes to unfavorable economics for these potential purchasers.

We are vigorously continuing our efforts to market this gas. In the meantime, we respectfully request that we be granted an exception to Tocito Dome Field Rule Nine, by being allowed to continue flaring gas produced from this well.

We will appreciate your favorable consideration of this matter and its further handling within the Commission as is appropriate.

Yours very truly,


J. M. McLaughlin
Producing Manager

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