

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

RECEIVED

April 17, 1973

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O. C. C.  
ARTESIA, OFFICE

Mrs. Juanita L. Jones  
P. O. Box 1418  
Carlsbad, New Mexico 88220

Administrative Order TX-39

Dear Mrs. Jones:

Reference is made to your application for an exception to Rules 107(d) (2) and 107(d) (3) for the Michael P. Grace Grace Atlantic Well No. 1, located in Unit J of Section 24, Township 22 South, Range 26 East, South Carlsbad Morrow gas pool, Eddy County, New Mexico, to permit the production of gas through 4 1/2-inch tubing set at 11,000 feet. The uppermost perforation is at 11,424 feet.

Inasmuch as the gas produced from this well is very dry (gas-liquid ratio reported TSTM on 4-point test), it appears that this well can be produced in the manner proposed without causing waste. You are therefore granted the requested exception. The Commission does reserve the right, however, to rescind this authority if at any time it appears that the producing characteristics of the well have so changed that this method of production is causing or may cause waste.

Very truly yours,

A. L. PORTER, Jr.  
Secretary-Director

ALP/DSN/dr

cc: Oil Conservation Commission - Artesia  
Oil & Gas Engineering Committee - Hobbs

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