

OIL CONSERVATION COMMISSION

P. O. BOX 2080

SANTA FE, NEW MEXICO 87501

RECEIVED

JUN 29 1977

O. C. C.  
ARTESIA, OFFICE

June 27, 1977

Michael P. Guss, III  
10111 NE  
SARASOTA, New Mexico 88220

Attention: Mr. Donald L. Jones

Gentlemen:

On April 17, 1978, Administrative Order TX-39 was issued permitting the use of 4 1/2-inch tubing in your index Colorado Well No. 1, located in Unit J of Section 14, Township 12 South, Range 16 East, South Garfield-Blount gas pool, Eddy County, New Mexico. This order in part states, "Inasmuch as the gas produced from this well is very dry (gas-liquid ratio measured NGL 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."

Since the well now has sufficient water that it must be produced by flowing, and since your letter of June 17, 1977, and since the flowing of gas constitutes waste, Administrative Order TX-39 is hereby rescinded.

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

RECEIVED

JUN 29 1977

O. C. C.  
ARTEZIA, OFFICE

June 27, 1977

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O  
P  
Y  
Michael P. Grace II  
Box 1418  
Carlsbad, New Mexico 88220

Attention: Ms. Juanita L. Jones

Gentlemen:

On April 17, 1973, Administrative Order TX-39 was issued permitting the use of 4½-inch tubing in your 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. This Order in part states, "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."

Since the well now makes sufficient water that it must be unloaded by flaring periodically (your letter of June 1, 1977), and since the flaring of gas constitutes waste, Administrative Order TX-39 is hereby rescinded.