OF CONSERVATION COMMISSIO

SANTA FE. NEW MEXICO

December 27, 1963

Texaco Inc. Drawer 728 Hobbs, New Mexico

Attention: Mr. J. G. Blevins, Jr.

Gentlemen:

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Reference is made to your letters of December 19 and December 21, 1963, requesting administrative approval of an exception to Commission Rule 107 (e) for your State of New Mexico "AE" Wells Nos. 16, 20, and 21, located in Unit C of Section 11, Unit M of Section 12, and Unit E of Section 11, respectively, all in Township 18 South, Runge 34 East, Vacuum (Abo Reef) Pool, Lea County, New Mexico.

It is our understanding that in each of the afore-said proposed completions you plan to equip the well with 2 7/8-inch OD casing set at approximately 9050 feet and cemented with sufficient cament to come back into the intermediate casing. Inasmuch as no corrosion problem is expected in the aforesaid wells and adequate measures will be taken to counteract the anticipated paraffin deposition, the above proposed tubingless completions are hereby approved.

Yery truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSK/esz

OC: Oil Conservation Commission - Hobbs Oil & Cos Engineering Committee - Hobbs