

Mr. A. L. Porter

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May 22, 1956

3.

Applicant is currently negotiating a contract with Phillips Petroleum Company to provide a market for the casinghead gas being produced in conjunction with the oil production from the subject wells; however, indications are that the pipeline connection may not be available until October 1. Phillips has agreed, however, to expedite construction of the line to this area insofar as possible.

4.

(a) The gas volumes to be flared or vented are estimated to be 26 MCF from the E-3 No. 1 Well and 65 MCF from the E-3-A No. 2 Well.

(b) The gas-oil ratio for the E-3 No. 1 Well is 663 cubic feet of gas per barrel of oil, and the gas-oil ratio for the E-3-A No. 2 Well is 1,682 cubic feet of gas per barrel of oil.

(c) The gas gathering line to be constructed by Phillips to the area will connect to its Hobbs plant, which is in excess of six miles.

(d) Since Applicant plans to enter into a contract with Phillips Petroleum Company, the gas will be marketed as soon as the pipeline is completed.

WHEREFORE, Astec Oil & Gas Company respectfully requests that this application be approved and granted without notice and hearing in accordance with the provisions of Order No. R-520, as amended.

Respectfully submitted,

AZTEC OIL & GAS COMPANY

By Quilman B. Davis  
Its Attorney

STATE OF TEXAS )  
                          )  
COUNTY OF DALLAS )

Quilman B. Davis, being first duly sworn, hereby states that he is General Attorney of Astec Oil & Gas Company, the applicant in the foregoing application; that he has executed said application on behalf of Astec Oil & Gas Company; that he has read said application and, to the best of his