



## OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
1000 RIO BRAZOS ROAD - AZTEC

87410  
April 20, 1973

GOVERNOR  
BRUCE KING  
CHAIRMAN

LAND COMMISSIONER  
ALEX J. ARMIJO  
MEMBER

STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

Mr. Bernard J. Dangler, President  
The D & D Company  
743 Rood Ave.  
Grand Junction, Colorado 81501

Dear Mr. Dangler,

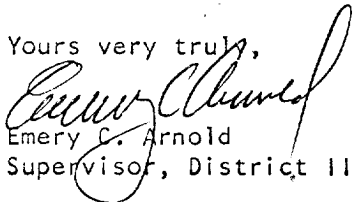
I have the information which you mailed relative to the Lemley & Franks Greathouse well in Rio Arriba County and your agreement with Mr. Franks concerning the drilling of this well.

Based upon information which has been filed with the Oil Conservation Commission I do not feel that I can give you any assurance of the potential productive capacity of the Greathouse well. I have been to the location since the well was drilled and the rig was still over the well and there was no wellhead installed. So it did not have the appearance of being a producing well. From the area in which the well is located it is possible that gas producing zones might be present in the approximate location claimed. It is also possible that commercial production might not be present.

No additional application of permit to drill has been filed for another well at this location so if you have been told that an additional location has been approved this is untrue. Mr. Franks was given permission by the Commission in December, 1972 to delay completion or plugging of the Greathouse well until May 1, 1973. As this date is now approaching and as I have had no word from Mr. Franks concerning his plans I have instructed our attorney to reset the case for hearing in May so that we may enter an order, if necessary, to require that the matter be resolved one way or another.

I hope that you find the above information helpful.

Yours very truly,

  
Emery C. Arnold  
Supervisor, District III

cc: Mr. William Carr, Attorney  
Oil Conservation Commission, Santa Fe

ECA:ae