FARMINGTON, NEW MEXICO 87401 ()-32-25 N-3(2) SIMMONS ENGINEERING & CONSULTING CO.

PHONE (505) 326-2510 • RADIO CONTACT (505) 325-1873

Bureau of Land Management Caller Service 4104 Farmington, New Mexico 87499 DOT 3 01084

BUITEAU OF LAND MAINAGEMENT TARMINCTON DECONDER APEA

October 29, 1984

SF019549 Re: Joseph B. Gould Phillips 32 # 5

Gentlemen:

Mr. Joseph B. Gould is requesting an approval for one-year venting of casinghead gas from his Phillips 32 # 5 Well. The well is located in the NW/4 of the NW/4 of Setion 32, T25N, R3W, Rio Arriba County, New Mexico. The well was completed and ready for production on October 26, 1984. During a 10-hour swabbing test taken on October 26, 1984, the well produced 129 barrels of oil and 30 MCF of gas, and 250 BLW. The gas-oil ratio was 429 cu.ft. gas/1 BO.

The approval for venting is requested under conditions set forth by Part 644, Chapter 5, Item 3F of the Department of the Interior, Geological Survey, Conservation Division manual which states "...temporary flaring of gas production not exceeding one year may be allowed while evaluating reserves, awaiting pipeline construction, negotiating sales contracts..., provided total monthly per well gas flared does not exceed 10 MMcf".

This request for venting is necessitated by Mr. Joseph B. Gould's present difficulty in getting a gas pipeline installed. Northwest Pipeline Corporation will purchase the gas from the well, but the contract has not been amended and the weather conditions have prevented any construction operations. Although Mr. Gould is requesting permission to vent for a year, Mr. Gould is very confident that a pipeline connection will be made by May 1985.

As an action plan, Mr. Gould will continue to negotiate with Northwest Pipeline Corporation for the pipeline installation at the earliest possible moment, weather permitting. When the contract is amended and the weather permits the well will be tied into existing pipeline facilities in the area and venting will cease.

Respectfully,

R. D. Simmons

Agent for Joseph B. Gould

NOV 00 1984

M. MILLENBACH AREA MANAGED