

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Rio Puerco Resource Area 435 Montano N.E. Albuquerque, New Mexico 87107-4935



IN REPLYREFER TO:

NMSE 079549

Phillips 32 #9

3160 (017)

VON

DEGEIVED NOV - 4 1994

OIL CON. DIV. DIST. 3

San Juan Energy Resources, Inc. P.O. Box 48 Farmington, NM 87499

Gentlemen:

After reviewing the information provided in your January 31, 1994, application to vent casinghead gas, we have completed our evaluation for the Phillips 32 #9 well, sec. 32, T. 25 N., R. 3 W., to determine if it was economically feasible to capture and sell the gas or continue to vent the gas.

We agree that it would not be economical to capture and sell the associated casinghead gas for the above listed well. Your letter requesting approval to vent gas for the Phillips 32 #9 well is approved. Your venting approval expires on January 31, 1996. A new application for permission to vent casinghead gas will have to be submitted to this office if venting is to continue.

We regret any inconvenience that this late approval may have caused. If you have any questions, please contact Robert Kent at (505) 761-8762.

Sincerely,

L Kent Hamilton

Mector A. Villalobos

Area Manager

cc: NMOCD AIRS /PET