SOUTHWESTERN HYDROCARBON COMPANY

P. O. Drewer 1787 Midland, Texas May 10, 1960

Ar. A. L. Porter Jr. Secretary and Director, New Maxico Oli Conservation Commission P. O. Box 871 Sante Fo, New Maxico

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Re: Application for Exception to the No Flare Provision, Rule & Order No. R-1517

Gentiemen:

With this letter, Southwestern Hydrocarbon Company requests that the New Maxico Oli Conservation Commission grants an anception to Rule 1, Order No. R-1517, allowing Southwestern to vent all gas not utilized for Leane purposes produced with all pumped from the Ho. I Sincialr-Federal, an all well completed on February 16, 1960. Said well was placed in the Samyer-San Andres Pool by Order No. R-1652.

information particent to this request is listed as follows:

- Southwestern Hydrocarbon Company's No. I Sinciair-Federal is located 660 feet from the North and West lines of Section 4, TIQS-R386, Los Co., N.A., approximately in the C-Lot 2 of the same section, on a Fermout from Sinciair 0 & 8 Company consisting of Lots 1 and 2 of Section 4, same township.
- No other well has been drilled and completed on the existing fermout in Section 1, TIOS-R30E.
- 3) The tank bettery for the above-montlaned well is located in Lot 2 of Section 1,=105=38E, approximately 650 feet from the north line and 60 feet from the west line of seld section.
- A casing head gas connection is not immediately available for this or any other well (oil) in the Sawyer-San Andres Pool.
- 5) The GOR, as determined by a recent 21; hour test, is 1,037 Cubic feet per barrel.
- 6) Estimated volume of gas to be vented would not acceed 34,221 ACF/day minus that portion used for iesse fuei/day to run pump engine at May, 1960 allowable conditions.
- 7) The distance to the numerast casing head gas gethering system is approximately two (2) miles to the east in the Buckshot Peel in Cochran Co., Texas.

8) Sincleir O & G Company, owner of the nearest caving head gas gathering system, may be considered a prospective purchaser for the gas produced from the above well; however, outside of making the recent GOR test on said well, they have not demonstrated any further interest in extending their gathering system over from Texas for the purpose of purchasing the gas.

It is on the basis of the above information that Southwestern Hydrocarbon Company makes a request for an exception to Rule L, Order No. R=1517, to be granted on that the No. 1 Sincisir-Federal may continue to produce oil. Southwestern further requests that in the event that the above exception is granted, that it remain if effect until such time that Sincisir or another prospective gas purchaser can make connections to take the produced gas.

Very truly yours,

SOUTHWESTERN HYDROCARBON COMPANY 8y : λ, Agent & Geological Consultant

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