

December 5, 1963

Oscar Bourg Drilling Company
P. O. Box 953
Midland, Texas

Re: GOR Tests, North Square Lake
Pool.

Gentlemen:

We are in receipt of Form C-116, "Gas-Oil Ratio Test Report" for your well in the North Square Lake Pool. We notice some differences between these test GORs as reported on Form C-116 and on the actual production GORs as calculated from the production reported by you on Commission Form C-115. These differences are as follows:

<u>Lease</u> <u>State</u>	<u>Well</u> <u>#1 U</u>	<u>Location</u> <u>2-16-31</u>	<u>Test</u> <u>GOR C-116</u> <u>1920</u>	<u>Actual Production GOR</u>	
				<u>Oct.</u>	<u>Sept.</u>
				2743	2616

In so far as possible, the GORs reported on Form C-116 should reflect each well's actual production GOR and conversely the well's actual proportional production GOR should not vary exceedingly from that reported, especially immediately after the annual test period.

We are, therefore, requesting that you furnish this office with any information available as to the cause of the differences previously mentioned, a copy of the recording chart will be most useful. If you have any questions concerning this matter do not hesitate to call upon me.

Very truly yours

R. L. Stamets

RLS/uh

December 2, 1963

Oscar Bourg Drilling Company
P. O. Box 938
Midland, Texas

Re: GOR Tests, North Square Lake
Pool.

Gentlemen:

We are in receipt of Form C-116, "Gas-Oil Ratio Test Report" for your well in the North Square Lake Pool. We notice some differences between these test GORs as reported on Form C-116 and on the actual production GORs as calculated from the production reported by you on Commission Form C-115. These differences are as follows:

Lease	Well	Location	Test	Actual Production GOR	Reported GOR
State	#1 U	2-16-31	GOR C-116 1920	2743	2516

In so far as possible, the GORs reported on Form C-116 should reflect each well's actual production GOR and conversely, the well's actual proportional production GOR should not vary exceedingly from that reported, especially immediately after the annual test period.

We are therefore requesting that you furnish this office with any information available as to the cause of the differences previously mentioned. A copy of the recording chart will be most useful. If you have any questions concerning this matter, do not hesitate to call upon me.

Very truly yours

E. B. Seamee

Enclosure