MAXWELL OIL COMPANY CONTINENTAL NATIONAL BANK BLDG. FORT WORTH, TEXAS 76102

March 17, 1967

RECEIVED

the fill your reason for

of alland .

MAR 2 0 1967

New Mexico Oil Conservation Commission Artesia, New Mexico - 88210

C. C. C. ARTEGIA, OFFICE

Gentlemen:

District 2

Drawer DD

We enclose in triplicate Form C-127 requesting increases in allowables for our A. C. Taylor "A", Wells No. 5, Nos. 1 and 7, and No. 6; a decrease in allowable for our A. C. Taylor "B" No. 2; and we are asking for a new allowable of 3 barrels a day for our Malco-Taylor "A" No. 1. It is requested that these allowable increases be made retroactive to March 1, 1967.

The Malco-Taylor "A" No. 1 is not at this time on the proration schedule. This well has been temporarily shutin pending reworking operations. The well was re-acidized and re-fracked in November 1966, but due to the extreme low reservoir pressures, we did not recover all of our load and frac oil until some time in January. The well is presently producing approximately 3 barrels of oil and 3 barrels of water per day.

For some unexplained reason, we failed to file Form 9-331 with the U. S. Department of Interior at the time this well was reworked. These reports are being filed today.

If the Malco-Taylor "A" No. 1 can be reinstated on the allowable schedule without filing a new potential test, it is requested that the 3 barrel allowable be granted. If it is necessary for us to file a new potential test or any other reports on this well, or if this allowable request cannot be granted at this time, will you please give us the new allowables on the other wells without any delay.

Yours sincerely,

Joseph D. Kennedy

JDK:ah Encls.