

SECURITY NATIONAL BANK BLDG.

CHARLES B. READ

OIL PROPERTIES
P. O. BOX 1822
ROSWELL, NEW MEXICO

January 25, 1967

2011 F.H.
Sinclair Oil

RECEIVED

JAN 26 1967

C. B. R.
ATTORNEY AT LAW

Mr. D. S. Nutter
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Dear Mr. Nutter:

In accordance with our telephone conversation, I have received approval from Sinclair Oil & Gas Company, operator of the Hackberry Hills Unit, to proceed with testing of the Hackberry Hills #4, located in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec. 22-22S-26E, Eddy County, New Mexico.

We propose to test the above well for four days through a 17/64 inch choke and flare the gas. Estimated rate of flow is 1 million cubic feet of gas per day plus 10 barrels of distillate. The distillate will be separated by high pressure separator into storage tanks. The gas will be vented to atmosphere.

The reason for this test is due to line freezing of the Indian Hills Gas Limited main pipe line which is beyond our control. During the past 45 days, the pipe line has attempted to correct the freezing condition by the injection of alcohol into their main line system with no effective results. They are now in the process of installing a dehydrator unit; however, the work and equipment cannot be completed before March 1, 1967. As you know, our Hackberry Hills Unit will expire on March 1, 1967, and it is most important that we obtain a conclusive flow test before that date in sufficient time to determine the feasibility of additional drilling on the Unit before the expiration.

U.S. DEPARTMENT OF AGRICULTURE

WASHINGTON, D. C.
20250
OFFICE OF THE SECRETARY
WASHINGTON, D. C.

UNITED STATES DEPARTMENT OF AGRICULTURE
WASHINGTON, D. C.
20250

TO THE SECRETARY OF AGRICULTURE
FROM THE SECRETARY OF AGRICULTURE
SUBJECT: [illegible]

[illegible text]

[illegible text]