## OIL CONSERVATION COMMISSION P. O. BOX 2085 SANTA FE, NEW MEXICO 87501

March 26, 1973

## RECEIVED

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D. C. C.

Mrs. Corinne Grace P. O. Box 1418 Carlsbad, New Mexico

I have at hand your request of March 16, 1973, to flare an unstated amount of gas for the purpose of testing a new installation of heater-treaters and to run a packer-leakage test on your Carlsbad-Grace #1 E/2 Section 36, Township 22 South, Range 26 East.

We have recently investigated completion practices in the Carlsbad Field area and are aware that it is sometimes necessary to flare unusually large volumes of gas in the process of completing these formations.

We are under increasing pressure to eliminate all possible gas flaring.

I believe you will agree that we must conserve all possible gas because of the increasing value and scarcity, and in this instance the proximity of the flaring to populated areas.

In this case we believe the equipment can be tested into the pipeline and the Gommission will not require the packer leakage test until you have a piveline connection.

I regret that it is necessary to deny this request but, as a conservation agency, we must do so.

Very truly yours,

ELVIS A. UTZ Gas Engineer

EAU/og