



# SKELLY OIL COMPANY

December 20, 1976

DOMESTIC EXPL. & PROD. DEPARTMENT

MIDLAND E & P DISTRICT

F. L. FRANZ, DISTRICT PRODUCTION MANAGER

M. J. EKMAN, DISTRICT ENGINEER

C. F. BOSECKER, LEAD RESERVOIR ENGINEER

F. J. PETRO, LEAD PRODUCTION ENGINEER

File: Cedar Canyon Well No. 1  
P, 9-24-29  
Lease No. 06774  
Eddy County, New Mexico

ADDRESS REPLY TO:  
P. O. BOX 1351  
MIDLAND, TEXAS 79701

New Mexico Oil Conservation Commission  
Drawer DD  
Artesia, New Mexico 88210

Attn: Mr. W. A. Gressett

Gentlemen:

Concerning your note dated December 17, 1976 regarding the above captioned lease and well, Skelly respectfully reports that all gas produced from the Cedar Canyon-Delaware pool is used on the lease for production purposes. The well makes only enough gas to operate the Ajax 8-1/2" X 10" E-42 engine and the heater treater. There is no gas being flared on this lease.

If we can be of any further assistance, please contact this office.

Yours very truly,

M. J. Ekman  
District Engineer

DLH:cs

**RECEIVED**

**DEC 21 1976**

**O. C. C.  
ARTESIA, OFFICE**