



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. DRAWER DD - ARTESIA
88210

DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

May 13, 1976

C & K Petroleum Inc.
607 Midland National Bank Building
Midland, Texas 79701

Re: Allied Chemical Federal
#1-E, 4-24-26, Eddy County
New Mexico

Gentlemen:

To date this office has not received Form C-104, Request for Allowable and Authorization to Transport Oil for the subject well.

We note however; from Forms C-115 that said well has been producing since January, 1976, and through March had produced a total of 1565 barrels and Permian has taken a total of 1546 barrels without benefit of an approved Form C-104.

Please see that the necessary reports are submitted immediately to get an allowable established for this well.

In addition please advise as to the disposition of the produced water.

If you have any questions concerning this matter please feel free to call upon me.

Sincerely yours,

W. A. Gressett
Supervisor, District II

WAG:jw

Xc: The Permian Corporation, *J. Hobbs*
U.S.G.S. Artesia