OIL CONSERVATION COMMISSION

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO

May 7, 1965

Royal Development Company Box 1299 Albuquerque, New Mexico

Attn: Mr. J. Bauman

Dear Sir:

We have received amended C-115, Production Report, pertaining to the Royal Development Company #1 Royal Harvey well located in Section 10-25N-1E.

In checking your oil and water production and correlating this information with the storage report we have determined that you are including water production in the "Actual Barrels Produced" column and then deducting out the water production in calculating storage. The "Actual Barrels Produced" column should show only actual oil produced. For example: On your November, 1964 report the actual barrels produced should be 8 barrels rather than 25 barrels, the water produced 17 barrels as shown and your storage should be correct as shown.

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We could make/correction but as the form has been distributed to other offices and as there is a possibility that your legal storage record will be calculated in error by our Santa Fe Office because of this discrepancy, I believe that you should refile these forms, making the proper corrections. We are, therefore, returning the forms which you have submitted.

Yours very truly

Emery C. Arnold
Supervisor, District #3

ECA: ks Encls.

DIL CONSERVATION COMMISSION

1000 RIO GRAZOS ROAD AZTEC, NEW MEXICO

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Soyal Development Cambery Box 1759 Albudustaue, New dexico

Atten Me. J. Baumen

Dear Sire

We have recaives amended 2-115, Production Report, performing to the Revelopment Company #1 Reyal Mervey well incated in 2nd tion 19-2(N+18).

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