SHAR-ALAN OIL COMPANY

1402 DENVER U. S. NATIONAL CENTER

DENVER, GOLORADO 80202

July 11, 1967

Mr. Emery C. Arnold Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico

Dear Mr. Arnold:

In Re: Emma McDaniel No. 2
 Section 22 - NE/4
 Township 24 North, Range 1 West
Rio Arriba Co., New Mexico

A copy of your letter dated July 7, 1967, to Mr. George Hatch regarding the above-captioned well was received by this office. We had made all the arrangements necessary to abandon the well, but we reconsidered taking this action because of certain results that we are getting from a completion method on two wells-- No. 1 Northcutt located in NW/4 of Section 22-23N-1W, and Duff No. 4 Government located in the SE/4 of Section 34-24N-1W. In both of these wells we installed a bottom hole separator, and the results to date have been more than satisfactory.

Before we plug and abandon any wells in the area, we want to thoroughly examine the possibility of applying this procedure to wells we have considered as noncommercial in the past. Therefore, we request that you set aside the proposed hearing you suggested to Mr. Hatch until we have determined what would be the proper course to follow.

Very truly yours,

SHAR-ALAN OLL COMPANY

F. Gumz

Manager of Lands and Exploration

HFG:BW

