

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

March 14, 1961

The British-American Oil Producing Company
P. O. Box 330
Farmington, New Mexico

Attention: Mr. N. R. Stone

Administrative Order TX-9

Gentlemen:

Reference is made to your letter of March 13, 1961 wherein you request authority to complete your Federal Douthitt Well No. 3, located in the NW/4 NW/4 of Section 26, Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico, with 4 1/4-inch OD non-upset casing and produce the Dakota hydrocarbons through said casing string as a tubingless completion.

Inasmuch as you expect that the Dakota will produce with a gas-liquid ratio in the neighborhood of 100,000 to one, there should be no production problem or waste encountered by your proposed completion.

The British-American Oil Producing Company is, therefore, hereby authorized to complete and produce the subject well in accordance with the procedure outlined in your letter of March 13, 1961.

The Commission does reserve the right, however, to review this matter at any time that it appears waste may be resulting from the proposed method of production.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ALP/DSN/og

cc: Oil Conservation Commission
Aztec, New Mexico

New Mexico Oil & Gas Engineering Committee
Hobbs, New Mexico