OIL CONSERVATION COMMISSION

P. O. BOX 871 SANTA FE. NEW MEXICO RECEIVED WILL 1 1961

DIST. 3

July 7, 1961

The British-American Oil Producing Co. P. O. Drawer 330 Farmington, New Mexico

Attention: Mr. M. R. Stone

Administrative Order TX-12

Gentlemen:

Reference is made to your letter of July 3, 1961, wherein you request authority to complete your Federal Scott Well No. 9 located in the SW/4 NW/4 of Section 23, Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico, with Wilnich OD 11.6 # J-55 API 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 5-10 barrels of liquids per MMCF of gas, there should be no production problem or waste encountered by your proposed completion.

British-American is, therefore, hereby authorized to complete and produce the subject well in accordance with the procedure outlined in your letter of July 3, 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. It is also

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requested that you file a gas-oil ratio test report with the Santa Fe office of the Commission, attention Mr. Mutter, as soon as all load oil from the well has been recovered.

With regard to previously approved tubing exceptions, we would appreciate being advised as to the gas-liquid ratios of those wells covered by Administrative Orders TX-3, TX-7, TX-8, TX-9, TX-10, and TX-11.

Very truly yours,

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

ALP/DSN/og

cc: Oil Conservation Commission - Aztec