200 Petroleum Club Plaza Building Farmington, New Mexico

May 11, 1962

Mr. A. L. Porter,
Secretary and Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: Gallegos Canyon Unit #122, Section 18, T-28N R-12W, San Juan County, New Mexico

Dear Mr. Porter:

Sunray DX Oil Company operates the Gallegos Canyon Unit #122 in the Totah Gallup Field, San Juan County, New Mexico. This well was completed on February 23, 1962, for 68 barrels of oil in 24 hours and a GOR of 2970. This well is presently producing 48 barrels of oil per day with a gas-oil ratio of 3170 or a total of 152 MCF per day.

The Gallegos Canyon Unit #122 is the most southeasterly well in the Totah Gallup Field. At the present time no gas gathering facilities have been extended to this portion of the Totah Gallup Field. Sunray DX has been discussing with the Jalou Gas Company of Tulsa, Oklahoma the possibility of extending their gas gathering facilities to include the Gallegos Canyon Unit #122. Because of the rough surface terrain and the length of extension which will be required, the Jalou Gas Company has not made an offer to purchase this gas at this time.

Sunray DX 0il Company respectfully requests approval of an exception to Order #R2103 (Flaring of Gas Prohibited) for the Gallegos Canyon Unit #122 until such time as gas gathering facilities become available.

Sunray DX Oil Company will continue to exert every available effort to secure a connection for the sale of casinghead gas for this well.

Yours truly,

SUNRAY DI OIL COMPANY

F. H. Ramsey District Manager

FHR: jm

cc: Mr. F. C. Arnold
Supervisor, District III

