

NEW MEXICO OIL CONSERVATION COMMISSION

BURK ROYALTY COMPANY

800 Oil & Gas Bldg.

Wichita Falls, Texas

1959 MAR 25 AM 10 25

February 19, 1959

IMOC@

Hobbs, N.M.

N/O-438

for La Mungon Federal Lease

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: Application for Exemption to
NFO No. R-553 for
BURK ROYALTY COMPANY
La Mungon Federal Lease
Sec. 21 T23S R37E Lea County, N.M.

Gentlemen:

Burk Royalty Company respectfully requests that the Oil Conservation Commission grant an exemption to No-Flare Order No. R-553 as it pertains to their La Mungon Federal lease located in Section 21, Township 23 South, Range 37 East, N37W, Lea County, New Mexico, for the following reason:

A contract has been negotiated with Permian Basin Pipe Line Co. to take the gas from this lease, however, execution has been delayed by inability to obtain clearance from the Federal Power Commission.

There are four wells on this lease, which is comprised of the SW/4 of the SW/4, the S/2 of the NW/4 and the SE/4 of the NW/4 of Section 21. Only one well is presently completed, the No. 1 well. This well was tested on December 16th, 1958 for a test of 1286 MCF and 12 barrels of oil per day, with a resulting Gas Oil Ratio of 107.116:1.

A plat showing all wells, location of the tank battery and offset ownership is attached. The closest gas connection is one location north of the No. 1 well.

In view of the fact that a gas connection will be made on this lease as soon as release is obtained from the Federal Power Commission, and in order to keep this well on production and protect correlative rights, we are requesting that the Oil Conservation Commission issue an exemption to its No-Flare Order No. R-553 for this lease for a period of from 60 to 90 days; or until such time as release is obtained and connection is made.

Yours very truly,

Jon Bear

Jon Bear, Engineer
BURK ROYALTY COMPANY

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cc: OCC, Hobbs, N. M.

1. The first part of the document discusses the importance of maintaining accurate records of all transactions. This is essential for ensuring the integrity of the financial statements and for providing a clear audit trail. The records should be kept up-to-date and should be easily accessible to all relevant parties.

2. The second part of the document outlines the procedures for handling any discrepancies or errors that may arise. It is important to identify the cause of the error and to take appropriate steps to correct it. This may involve reviewing the original records and consulting with the relevant personnel. The goal is to ensure that the financial statements are accurate and reliable.

3. The third part of the document discusses the importance of maintaining a strong internal control system. This system should be designed to prevent and detect errors and fraud. It should include clear policies and procedures, as well as regular monitoring and reporting. A strong internal control system is essential for ensuring the accuracy and reliability of the financial statements.

4. The fourth part of the document discusses the importance of maintaining a strong relationship with the external auditors. The auditors play a crucial role in ensuring the accuracy and reliability of the financial statements. It is important to provide them with all the necessary information and to cooperate fully with their work. A strong relationship with the auditors is essential for ensuring the integrity of the financial statements.

Signature
Date