

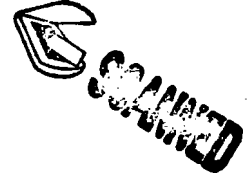


# McClellan Oil Corporation

April 6, 1978

REC 1978

CONSERVATION



New Mexico Oil Conservation Commission  
Post Office Box 2088  
Santa Fe, New Mexico 87501

Re: Hinkle Federal No. 4  
LC-068677  
Unit H (1980' FN & 330' FEL)  
Section 9-T16S-R29E  
Eddy County, New Mexico

Attention: Mr. Dan Nutter

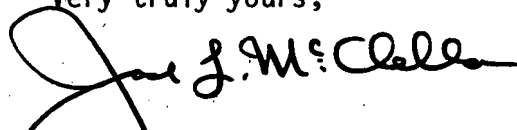
Gentlemen:

This letter is to request an exception to Rule 107-D of the Commission Rules and Regulations, for the following reasons:

1. 8-5/8" casing is set at 362' and cemented with 100 sacks. Cement circulated.
2. 4½" casing is set at 2356' and cemented with 50 sacks.
3. The GOR of this well is 0.
4. The bottom hole pressure is 600 to 700 lbs.
5. The well is capable of producing in excess of 850 MCF per day.
6. To avoid unnecessary waste of running tubing in an excessively inflated market.

It is respectfully requested that this well be excluded from this rule.

Very truly yours,

  
Jack L. McClellan  
President

PVZV 2004338362



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

JERRY APODACA  
GOVERNOR

NICK FRANKLIN  
SECRETARY

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-2434

June 6, 1978

McClellan Oil Corporation  
P. O. Box 848  
Roswell, New Mexico 88201

Attention: Mr. Jack McClellan

Administrative Order TX-58

Gentlemen:

Reference is made to your request for an exception to the tubing requirements of Division Rule 107-D (2) for your Hinkle Federal Well No. 4, located in Unit H of Section 9, Township 16 South, Range 29 East, Eddy County, New Mexico.

It is our understanding that this well is a gas well producing no liquids at all, and that you propose to produce through the 4 ½-inch casing which is set at 2356 feet.

Inasmuch as this is bone dry production and no apparent good would result from running tubing at this time, you are hereby granted an exception to the tubing requirement for gas wells.

The Division does reserve the right, however, to rescind this approval if it appears that waste may be resulting therefrom.

Very truly yours,

JOE D. RAMEY  
Director

JDR/DSN/og

cc: Oil Conservation Division - Artesia  
New Mexico Oil & Gas Engineering Committee  
Hobbs, New Mexico