El Paso Natural Gas Company

El Paso, Texas

April 5, 1957

Mr. A. L. Porter, Jr.
Secretary - Director
New Mexico Oil Conservation Commission
Post Office Box 871
Santa Fe, New Mexico

Dear Mr. Porter:

As you requested during our telephone conversation on Thursday, April 4, 1957, we are returning to you the copy of Order No. R-967 which you furnished this Company.

We have reviewed this Order and find that it is in general accord with what we had anticipated the Order would include. There is a provision in each of the field rules which we agree is appropriate, however, it is not clear to us how or when it would be applied. I refer to the provision - ''The Commission may assign minimum allowables in order to prevent the premature abandonment of wells.'' We consider that such action by the Commission should only be after notice and hearing and it is not clear in the Order whether the action of the Commission would be after hearing or administrative.

Yours very truly,

FNW:mgs Encl.

F. NORMAN WOODRUFF
Gas Proration Engineer

DUPLIMATED COPIES OF ORDER R-967, CASE 1164 WERE SENT TO THE FOLLOWING:

V. T. Lyon, Continental, Roswell
R. S. Christy, Amerada, Tulsa
Don Walker, Gulf, Ft. Worth
Jack Brown, Stanolind, Roswell
M. H. Cullender, Phillips, Bartlesville
Rex Fowler, Perman Basin Pipeline, Omaha
A. M. Wiederkehr, Southern Union, Dallas
T. A. Dugan, Pacific Northwest, Farmington

DIL CONSERVATION COMMISSION P. D. BOX 871 SANTA FE, NEW MEXICO

April 1, 1957

Mr. John Woodward El Paso Natural Gas Co. P.O. Box 1492 El Paso, Texas

Dear Sir:

We enclose a copy of Order R-967 issued March 29, 1957, by the Oil Conservation Commission in Case 1164, which was heard on October 17, 1956.

Very truly yours,

A. L. Porter, Jr. Secretary - Director

bp Encl.