OIL CONSERVATION COMMISSION P. O. BOX 871

Santa Fe, New Mexico

Memo. 40-56

To:

All Operators in the Caprock-Queen Pool.

From:

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

Subject:

Case 1174.

Case 1174, called on the Commission's own motion to consider the granting of an exception to Rule 502 I (a) (daily production tolerance rule) of the Statewide Rules and Regulations for all wells in the Caprock-Queen Pool, will be heard on November 13, 1956. It has been brought to the attention of the Commission that operators are having difficulty in producing the total monthly allowable without, in some instances, exceeding the daily production tolerance of 125%. It has been indicated that the production problems encountered are due to paraffin and the low viscosity of the oil in this pool.

Cities Service Oil Company has indicated that they will present some testimony in this case. Other interested parties should also consider offering testimony.

No consideration will be given to increasing the <u>monthly</u> production tolerance.

November 2, 1956