

MAIL OFFICE, OGC

*Exam hearing*  
*Case 1556*

1958 OCT 27 PM 1 37

Albuquerque, New Mexico  
October 27, 1958

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

Gentlemen:

The Chaco Oil Company hereby requests a hearing before the Oil Conservation Commission for an exception to Rule 104 B (1) for the Red Mountain Oil Field in Sections 20 and 29, Township 20 North, Range 9 West, McKinley County, New Mexico.

Chaco Oil Company requests this exception in order that four additional wells may be drilled to the shallow oil pay in the Red Mountain Field. At the present time the four wells which are producing lie within two 40-acre units, Unit O in Section 20 and Unit B in Section 29. The four wells currently producing have a total capacity of about 10 barrels per day. We desire to drill additional wells within the same 40-acre units now producing, and we do not request additional allowables beyond those presently assigned to the two 40-acre units. Gas-oil ratios are negligible and reservoir pressure is so low that one well can be expected to drain no more than a few acres.

We should prefer to have this case heard at the earliest possible date, preferably on November 19th, 1958, and will appreciate hearing from you if this date will be convenient.

Cordially,

CHACO OIL COMPANY

*Henry S. Birdsey*

Henry S. Birdsey  
P.O. Box 8294  
Albuquerque, New Mexico

HSB:bp

*Red Mountain-Mesaville Oil Pool.*