GOVERNOR EDWIN L. MECHEM CHAIRMAN

State of New Mexico fil Conservation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER -

STATE GEOLOGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

P. O. BOX 871 SANTA FE

October 19, 1961

Mr. Howard Bratton Hervey, Dow & Hinkle Box 10 Roswell, New Mexico Re: Case No. 2397 Order No. <u>R-2098</u> Applicant:

Reading and Bates, Inc.

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

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Carbon copy of order also sent to:

Hobbs OCC X

Artesia OCC <u>x</u>____

Aztec OCC ____

OTHER_____

September 7, 1961

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Mr. M. L. Armstrong Oil Conservation Commission Drawer D. D. Artesia, New Mexico

Dear Sir:

Re: Reading and Bates, Inc. Simms Federal # 1-North Benson Queen Pool - Sec. 34, 18S, 30E, Eddy County

Mr. A. L. Porter's letter of July 26, 1961 granted an exception to Commission Rule 107(d) until September 25, 1961 thus permitting production of oil from the subject well without installing tubing.

During the past 6 weeks we have been producing the well at approximately its daily allowable by flowing into the tanks for two to three hours daily on a 20/64" choke. Flowing casing pressure averages 375#-415# and shut-in pressure averages 600#. No water or B.S. is being produced. The well has produced approximately 2,000 barrels to date with an indicated GOR of approximately 1153.

As stated in our original letter requesting the exception, we would still prefer not killing the well with salt water since it might be detrimental to the formation. Therefore it is requested that further extension be granted to permit production without tubing the well. A period of two to six months is proposed during which time we will advise of any marked change in production conditions on the well. Mr. M. L. Armstrong Oil Conservation Commission -- 2

September 7, 1961

May we be advised.

Enclosed please find Gas Oil Ratio Report Form C 116 - Re: Simms Federal # 1.

Yours very truly,

READING AND BATES, INC.

I. J. Pierce, Vice President, Exploration

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DLP:np Enclosure

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cc: Mr. A. L. Porter, Jr. Secretary-Director Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

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Reading and Bates, Inc.

DRILLING CONTRACTORS GENERAL OFFICE — PHILTOWER BUILDING TULSA 3. OKLAHOMA

September 7, 1961

CABLE ADDRESS REBAT - TULSA PHONE LU 5-1119

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ERTERIA OFFICE

Mr. M. L. Armstrong Oil Conservation Commission Drawer D. D. Artesia, New Mexico

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DLP:np Enclosure

cc: Mr. A. L. Porter, Jr.
Secretary-Director
Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

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September 14, 1961

Reading and Bates, Inc. Philtower Building Tulsa 3, Oklahoma

Attention: Mr. I. J. Pierce, Vice President, Exploration

Re: Reading and Bates, Inc. Simms Federal # 1-North Benson Queen Pool - Sec. 34, 185, 30E, Eddy County

Gentlemen:

In reply to your letter of September 7, 1961, addressed to Mr. M. L. Armstrong of our Artesia office, you are hereby granted permission to produce the above-captioned well without tubing until October 15, 1961. In the meantime, we are setting the matter for public hearing in Santa Fe on October 4, 1961. If you elect to install tubing prior to October 15th, the case will be dismissed. If, however, you desire a temporary exception to our tubing requirements beyond that date, it will be necessary for you to appear before the Commission examiner on October 4th and present testimony that would justify the exception from our rule.

A copy of our hearing docket for October 4th will be mailed directly to you.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

cc: Mr. M. L. Armstrong