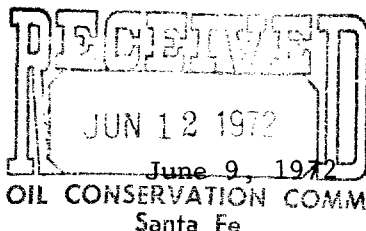


Mobil Oil Corporation



P.O. BOX 633
MIDLAND, TEXAS 79701

CASE FILE

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Attn: Mr. A. L. Porter, Jr.

IN THE MATTER OF THE APPLICATION OF
EL PASO NATURAL GAS COMPANY FOR
CAPACITY TESTING OF SIX (6) SAN JUAN
32-9 UNIT WELLS IN THE BLANCO-MESA
VERDE GAS POOL, SAN JUAN COUNTY, N.M.
CASE NUMBER 4735

Gentlemen:

Mobil Oil Corporation, an operator in the Blanco-Mesa Verde Gas Pool, has been informed of the one-year capacity-testing program of six gas wells in the subject field. We understand that the object of this program is to obtain volume and pressure data which is necessary to fully evaluate the feasibility of lowering the field gathering system line pressures. In addition, the effect of liquids in the wellbore can be observed.

El Paso estimates that 500 million cubic feet of excess production will result from this test. Relief from this situation is proposed by El Paso's request for permission to transfer the excess production to other wells within the participating area of the San Juan 32-9 Unit. First the excess production would be transferred to marginal wells and then, if there were still a remainder, further transfer of allowable would be made to the underproduced wells lying within the unit.

We believe the results of this test will be of beneficial interest to all operators in the field. Therefore Mobil Oil Corporation has no objection to El Paso's testing program and their manner of transferring excess production within the participating area of the San Juan 32-9 Unit.

Yours very truly,



Ira B. Stitt

Division Operations Engineer

WBSimmonsJr/mw
cc El Paso Natural Gas Company
Attn: Mr. E. R. Manning
P. O. Box 1492
El Paso, Texas 79999



Amoco Production Company

Security Life Building
Denver, Colorado 80202

June 13, 1972

File: VDP-291-986.511

Mr. A. L. Porter, Jr.
Secretary-Director and Geologist
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Porter:

Re: NMOCC Case #4735, El Paso's Application for Capacity
Production, San Juan 32-9 Unit Mesaverde Wells

Amoco is a Working Interest Owner in San Juan 32-9 Unit
Mesaverde wells and is an Operator of other Mesaverde wells
to the west of San Juan 32-9 Unit in this prorated pool.

We support El Paso's request, to be heard at the NMOCC hearing
on June 28th, to produce during a one-year test period six San
Juan 32-9 Unit Mesaverde wells to capacity.

Yours very truly,

RBG:ka

cc: Mr. James C. Considine
El Paso Natural Gas Company
El Paso, Texas 79999





OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501

GOVERNOR
BRUCE KING
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMijo
MEMBER

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

July 19, 1972

Mr. Sumner Buell
Montgomery, Federici, Andrews,
Hannahs & Morris
Attorneys at Law
Post Office Box 2307
Santa Fe, New Mexico

Re: Case No. 4735
Order No. R-4342
Applicant:
El Paso Natural Gas Co.

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

ALP/ir

Copy of order also sent to:

Hobbs OCC x
Artesia OCC
Aztec OCC x

Other Mr. James C. Considine, El Paso Natural, El Paso, Texas



RECEIVED
JUN 11 1972
STATE LAND OFFICE
SANTA FE, NEW MEXICO

June 6, 1972

New Mexico Oil Conservation Commission
State Land Office Building
Santa Fe, New Mexico 87501

Re: Case 4735
El Paso Natural Gas Company, Applicant
San Juan, New Mexico

file
Case 4735

Gentlemen:

We have no objection to the above referenced application before the Commission; however, it is our understanding that some pressure tests will be taken. Could you please arrange to have copies of these pressure tests furnished to us, and if there are any charges for this service, please advise, and we will remit promptly.

Yours very truly,

W. M. Allison

WMA/mas