

BEARD OIL COMPANY
SUITE 200, 2000 CLASSEN BUILDING
2000 CLASSEN BOULEVARD
OKLAHOMA CITY, OKLAHOMA 73106

RECEIVED

DEC 26 1978

O. C. C.
ARTESIA OFFICE

December 20, 1978

Mr. W. A. Gressett, Supervisor
District II
Energy and Minerals Department
Oil Conservation Division
P. O. Drawer DD
Artesia, NM 88210

Re: Beard Oil Company #1 Hanlad
SW NW Section 17-17S-24E
Eddy County, New Mexico

Dear Mr. Gressett:

Your Order #R-5875 requires us to install a meter on the above referenced well for the Abo zone in order to allocate production from this zone.

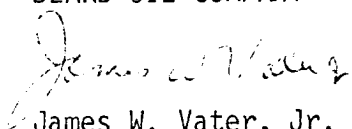
We request permission to set a conventional orifice meter on the Abo zone, using a dry type 8-day recorder. We do not plan to use a recording thermometer on the zone. The charts will be integrated by a commercial integrating company.

In order to separate any liquids from the gas before going through the meter, we propose to set a vertical scrubber, which will consist of an 8 foot section of 8-5/8", 24# casing. The liquids from the scrubber will be periodically dumped into our storage tank on the lease.

If this is satisfactory with you, please advise.

Yours very truly,

BEARD OIL COMPANY


James W. Vater, Jr.
Vice President

Approved
12-27-78
W. O. G.

JWVJ:tlg