

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT **OIL CONSERVATION DIVISION**

HOBBS DISTRICT OFFICE

TONEY ANAYA GOVERNOR

November 6, 1986

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88240 (505) 393-6161

John S. Goodrich 4000 North Big Spring, Suite 109 Midland, TX 79705

Dear Mr. Goodrich:

We have your reply in response to our letter concerning the flaring of casinghead gas at your State 5 #1 in the East Bagley Penn Pool. Your completion C-104 designated Warren as your casinghead gas transporter, but since they were not connected the connection date could not be filled in.

In cases such as this, you should file a second C-104 (completed thru Section III) when the gas is actually connected showing the connection date.

This is really the only way we have to keep up with this as we do not have enough time or personnel to check the operator's and transporter's monthly reports to see if a well is connected.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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