T. J. SIVLEY DRAWER GG ARTESIA, NEW MEXICO

October 31, 1963

HOBBS OFFICE O.C.C. Nov 1 2 27 PM '63

> PHONES-SHERWOOD 6-2104 SHERWOOD 6-4882-RES.

Mr. Joe Ramey, OIL CONSERVATION COMMISSION, P.O. Box 2045, Hobbs, New Mexico

Dear Mr. Ramey:

COMM. AGR-SW 57 RE: T.J. Sivley & Hondo Drilling Company Miller No 1 Well "Tonto Shallow Gas Unit" Lea County, New Mexico - Sec 22, T195, R33E

Enclosed, please find forms C-104 and C-110 requesting allowable and permission to transport gas from above subject unit.

A casing head contract to purchase this gas has been completed with Phillips Petroleum Gompany. Phillips was the only purchaser we were able to interest in taking gas from this unit in view of its high nitrogen and sulphur content. The wells ability to produce condensate and other liquid hydrocarbons is yet to be determined.

After your approval in establishing this unit for production, Hondo Drilling Company, P.O. Box 116, Midland, Texas will operate this unit and make monthly reports to your office, therefore, all future correspondance should be directed to them concerning this operation.

Thanking you kindly with reference to the above, I am,

yours very truly T.S. Sivley

T.JS/s cc;Hondo Drilling ^Co Box 116, Midland, Texas

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