Union Oil and Gas Divir n: Central Region

Union Oil Company of California 500 North Marienfeld, Midland, Texas 79701 Telephone (915) 682-9731

UNI®N

Midland District

October 17, 1973

Mr. Joe D. Ramey New Mexico Oil Conservation Commission P.O. Box 1980 Hobbs, New Mexico 88240

Dear Mr. Ramey:

Enclosed please find Form C-122 with attachments, Deviation Test Record, and copy of USGS Form 9-330, reporting completion of our Pipeline Deep Unit Federal Well No. 1, Undesignated Morrow Gas Pool.

As discussed with you on October 15, 1973, calculated open flow potential herein submitted is based on a l-point flow period. It is our understanding that this would be acceptable at this time and we will submit a 4-point test upon obtaining a pipeline connection.

You will further note that we have utilized the Cullender Smith method, which is available in our computer library, for calculating bottom hole pressures from surface data. Copies of the computer printouts are attached. This method utilizes the same procedures incorporated in the C-122 worksheets and we believe a greater degree of accuracy is available because of less convergence error.

We propose to utilize our Cullender Smith program for calculation of the 4-point test if this meets with your approval.

Should you have any questions, please do not hesitate to contact us.

Yours very truly,

John Tyler ' District Production Superintendent

JT: chd

cc: USGS - Hobbs