OIL CONSERVATION COMMISSION

## BOX 2045

## HOBBS, NEW MEXICO

DATE		9	uly	20	,19	55

MR. W. B. MACEY OIL CONSERVATION COMMISSION BOX 871 RE: SANTA FE, NEW MEXICO PROPOSED NSP 173 PROPOSED NSL PROPOSED NSL Dear Mr. Macey: I have examined the application dated July 14, 1955 for the <u>Cities Service Oil Co.</u> State AT 11 4-198-378

Operator Lease and Well No. S-T-R

and my recommendations are as follows:

## Hearing to prove all productive of dry gas----R. F. M.

Part of acreage productive of oil, however, due to precedent the acreage

should be granted. I do not agree in simultaneous dedication of cil and

gas acreage, however, the Commission cannot discriminate by rejecting one

operator and granting another unless policy change is made--further if simultaneous acreage is granted to every operator it may preve to be equitable in the final analysis. This is a complicated problem.---S. J. S.

Yours very truly,

OIL CONSERVATION COMMISSION

S. J. Stanley

Stanley J. Stanley Engineer

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