

NEW MEXICO OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

Form C-110
Revised 7/1/55

(File the original and 4 copies with the appropriate district office)

CERTIFICATE OF COMPLIANCE AND AUTHORIZATION
TO TRANSPORT OIL AND NATURAL GAS

Company or Operator Schermerhorn Oil Corporation Lease Amerada-State

Well No. 5 Unit Letter I S24 T22S R35E Pool Jalmat

County Lea Kind of Lease (State, Fed. or Patented) State

If well produces oil or condensate, give location of tanks: Unit J S24 T22S R35E

Authorized Transporter of Oil or Condensate Texas-New Mexico Pipeline Company

Address Eunice, New Mexico

(Give address to which approved copy of this form is to be sent)

Authorized Transporter of Gas _____

Address _____

(Give address to which approved copy of this form is to be sent)

If Gas is not being sold, give reasons and also explain its present disposition:

Gas is being vented as authorized by Administrative Order NFO-353

Reasons for Filing: (Please check proper box) New Well _____ ()

Change in Transporter of (Check One): Oil () Dry Gas () C'head () Condensate ()

Change in Ownership _____ () Other _____ (x)

Remarks: _____ (Give explanation below)

Compliance with Order R-558

The undersigned certifies that the Rules and Regulations of the Oil Conservation Commission have been complied with.

Executed this the 12th day of June 19 57

By Charles James

Approved _____ 19 _____

Title Agent

OIL CONSERVATION COMMISSION

Company Schermerhorn Oil Corporation

By [Signature]

Address Box 1537

Title _____

Hobbs, New Mexico

SCHERMERHORN OIL CORPORATION

P. O. BOX 1537
HOBBS, NEW MEXICO

May 20, 1957

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: Request for Exception to the
"No-Flare Order", Schermerhorn
Oil Corp., Agerada-State #5
Sec. 24-22S-35E, Jalamat Pool
Lea County, New Mexico

Attention: Mr. A. L. Porter, Jr.
Secretary-Director

Gentlemen:

Herewith is submitted in triplicate, application for exception to the "No-Flare Order" for the above captioned well.

The complete legal description of the lease involved is the SW/4 of Section 24, Twp. 22S, Rgc. 35E, Lea County, New Mexico.

Five wells have been completed on this lease, No. 1 being a gas well 1,980' from the south and 660' from the east lines of Section 24; No. 2 being an oil well 1,980' from the south and east lines of Section 24; No. 3 being an oil well 330' from the south line and 2,310' from the east line of Section 24; No. 4 being an oil well 660' from the south and 990' from the east lines of Section 24 and No. 5 being the above captioned well, 1,980' from the south and 990' from the east lines of Section 24.

Attached is a plat which shows the well and lease location, offset ownership and low pressure gas lines in the area.

Permission is requested to flare the casinghead gas produced with the oil until such time as a low pressure gas line connection is obtained. The nearest gathering system to this

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well is approximately three-fourths of a mile to the northwest. This line belonging to the Phillips Petroleum System is presently taking it's full capacity of casinghead gas. Casinghead gas contracts have been signed with Phillips, and they state that they will have completed an additional low pressure line which will be connected to the above captioned well sometime in July 1957.

The gas-oil ratio for this well is 930:1. The gas volume to be flared would be 37.2 MCF per day with an allowable of 38 barrels.

Yours very truly,

SECHRENHIDE OIL CORPORATION

by William S. Marshall
William S. Marshall

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I, William S. Marshall, being first duly sworn on oath, state that I have knowledge of the facts and matter herein set forth and that the same are true and correct.

William S. Marshall Title Geologist

Subscribed and sworn to before me this 20th day of May, 1957.

Charlene James
Notary Public in and for Lea County, New Mexico