OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

DATE	Oct.	24,	1956	

MR. W. B. MACEY
OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

RE:
PROFCSED NFO. ORDER NO. 299

Dear Mr. Macey:

I have examined the application for "No Flare Order " for the

The	e At	lantic	Refin	ing Co.	State	"AK"	#1	3-21-35			
L	ease	and W	ell No	. S-T	- <u>R</u>					 	*************************************
and	d my	recom	mendat:	ions ar	e:						
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Yours very truly,
OIL CONSERVATION COMMISSION

Engineer-District 1

 $(x_1, \dots, x_n) \in \mathcal{C}_{n+1} \times \mathcal{C}_{n+1}$

THE ATLANTIC REFINITION COMPANY

[Shoot ported 1670

52 Petroleum Produces 45

Dur 10/3075

Domestic Producing Department West Texas-New Mexico Region

October 12, 1956

Petroleum Life Bldg. Hailing Address P. O. Box 871 Midland, Texas

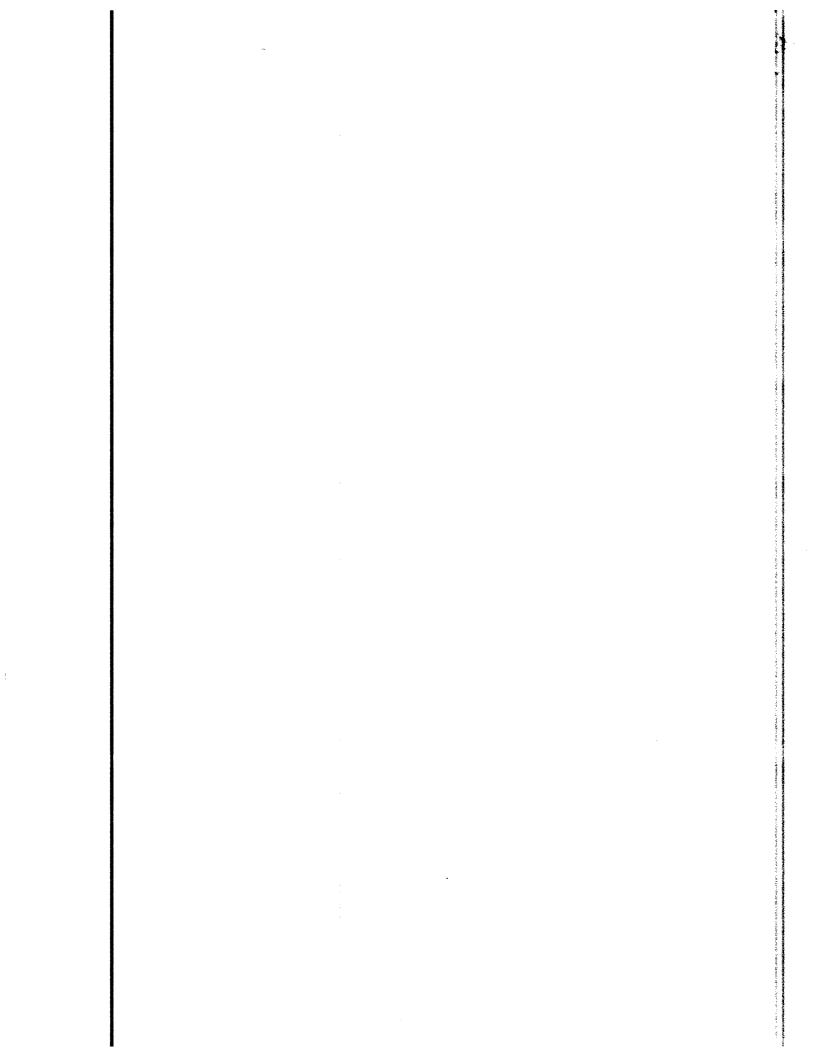
Dil Conservation Commission State of New Mexico Santa Fo, New Mexico

Re: Application for an Examplica to Order No. R-553 as it Applies to the Flaring of Gas on The Atlantic Refining Company's State "AK" Lease, Euront Pool, Lea County, New Mexico

Gentlemen:

Application is herewith submitted for administrative approval for the temporary flaring of gas on The Atlantic Refining Company's State "AK" lease, comprising Lots 9 through 16 and the SW/4 of Section 3, T-21-S, R-35-E, Eugent Pool, Lea County, New Mexico and consisting of 160 acres, more or less. In connection with this application the following information is offered:

- 1. The Atlantic Refining Company is the operator of Well No. 1 on its State "AK" lease, completed in the Seven Rivers formation on August 3, 1956 and within the horizontal limits or within one mile of the horizontal limits of the Europt Pool.
- 2. The latest available gas-oil ratio test of the State "AK" No. 1 Well, taken October h, 1956, indicates a daily production of hh BO and a gas-oil ratio of 1332 cubic feet per barrel of oil. Based on a normal unit allowable of 39 BOPD, approximately 52 MCF of gas per day will be flared.
- 3. Negotiations are under way between the Phillips Petroleum Company and The Atlantic Refining Company for sale of this gas. Enillips has announced that it is their intention to begin taking gas from this lease by Hovember 1, 1956, but that because of the uncertainty of their pipe supply and other difficulties they cannot be firmly committed to that date.
- 4. The Atlantic Refining Company has filed a Form C-110 showing the present disposition of gas and after connection is made will file such form again.



5. The State "AK" No. 1 well is capable of producing top cil allowable for the Eumont Pool, and if closed in to prevent flaring of gas, will fail to recover all of the recoverable oil under its provation unit. It is Atlantic's cpinion that correlative rights and the best interests of conservation will not be protected if this well does not produce.

Respectfully submitted,

THE ATLANTIC REFINING COMPANY

P. E. Metcher

Regional Operations Manager

Attach.

AFFIDAVIT

Before me, the undersigned authority, on this day personally appeared P. E. Fletcher, known to me to be the person whose name is subscribed to this instrument, who, after being by me duly sworn on eath, states that he is employed by or associated with The Atlantic Refining Company in the capacity of Regional Operations Manager, and that the above statements are true and correct.

P. C. Ilitabers

Sworn and subscribed to before me on this the 12th day of October, 1956.

Notary Public in and for Midland

County, Toxas

