

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

July 11, 1957

C
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P
Y
The Atlantic Refining Company
P. O. Box 1038
Denver City, Texas

Attention: Mr. Neal McCaskill

Gentlemen:

Reference is made to your letter of July 3, 1957
pertaining to the back pressure test for your "State AK No. 4."

We have found in our back pressure testing of gas
wells in Lea County, that small wells such as yours which produce
liquids cannot be tested satisfactorily. The reason being that
the rate of flow is not sufficient to keep the well cleaned out.
From looking at your test, I would say that this is probably your
difficulty.

Your test taken June 10th to 19th, 1957, will be
accepted as the most accurate test you are able to accomplish at
this time.

It is not necessary that you accomplish these tests
before receiving an allowable. The only requirements necessary
are that you file the proper forms with the Hobbs Proration
Manager, Randall Montgomery.

Very truly yours,

ELVIS A. UTZ
Gas Engineer

EAU:omg

cc: Mr. Randall Montgomery
Oil Conservation Commission
Hobbs, N. Mex.

1. The first part of the document discusses the importance of maintaining accurate records of all transactions. It emphasizes that this is essential for the proper management of the organization's finances and for ensuring compliance with applicable laws and regulations.

2. The second part of the document outlines the specific procedures that should be followed when recording transactions. This includes the use of standardized forms and the requirement that all entries be supported by appropriate documentation.

3. The third part of the document addresses the issue of internal controls. It describes how these controls should be designed and implemented to prevent errors and fraud, and to ensure the integrity of the financial reporting process.

4. The fourth part of the document discusses the role of the audit function. It explains how the audit team should conduct its work, and how it should communicate its findings to management and the board of directors.

5. The fifth part of the document provides a summary of the key points discussed in the previous sections. It reiterates the importance of accuracy, transparency, and accountability in the financial reporting process.