



HOODS OFFICE OCC

1957 MAR 5 AM 9:45
CONTINENTAL OIL COMPANY

P. O. Box 68
Eunice, New Mexico
March 4, 1957

New Mexico Oil Conservation Commission
P. O. Box 2045
Hobbs, New Mexico

Gentlemen:

On December 10, 1956, we filed with your office Certificate of Compliance and Authorization to Transport Oil and Natural Gas on our Lockheed B-31 No. 7, on which we indicated that United Carbon Company was to take the casinghead gas.

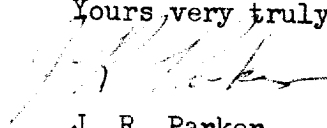
This acreage is under contract to United Carbon and we understood they had connected this well to their system. It has developed that due to re-arrangements within their system they have not connected this well and will not connect for possibly another 60 days.

Attached is a revised Form C-110 showing the gas vented to air from this well.

We are also preparing Application for a NFO to apply until such time as United Carbon does connect to this well.

We are also attaching corrected copies of Forms C-115 to show the correct disposition of the gas that was produced from this well in December, 1956, and January, 1957.

Yours very truly,


J. R. Parker
District Superintendent
of Production
Eunice District

JRP-PGM

CC: NMOCC - Santa Fe