

February 6, 1958 - 13

Re: Application for Exception
to No-Flare Order R-553

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Gentlemen:

Neville G. Penrose, Inc. respectfully requests that the Oil Conservation Commission grant an exception to No-Flare Order R-553 insofar as it pertains to Neville G. Penrose, Inc. McCallister Well #1 and in support thereof states the following facts:

The McCallister #1 is located 660' from the west line and 660' from the north line of section 7, T22S, R38E, Lea County, New Mexico and was completed July 24, 1957 in the Tubbs Oil Pool. The well produced at the rate of 117 barrels of oil per day upon completion. It now has an allowable of 20 barrels per calendar day with a gas-oil ratio of 300 cubic feet per barrel.

As noted in the letter from Skelly Oil Company, which was submitted to you previously, the quantity of gas and the distance from their low pressure gathering system is not economically attractive enough to justify a connection at this time. However, we will endeavor to find a market for the gas as soon as possible.

In view of the foregoing and to keep the well on production and thereby protect correlative rights, it is requested that the Oil Commission issue an exception to its No-Flare Order R-553 with respect to a volume of approximately 16 MCF per day of low pressure casinghead gas which will be vented from Neville G. Penrose, Inc. McCallister Well #1.

Yours truly,

Neville G. Penrose, Inc.

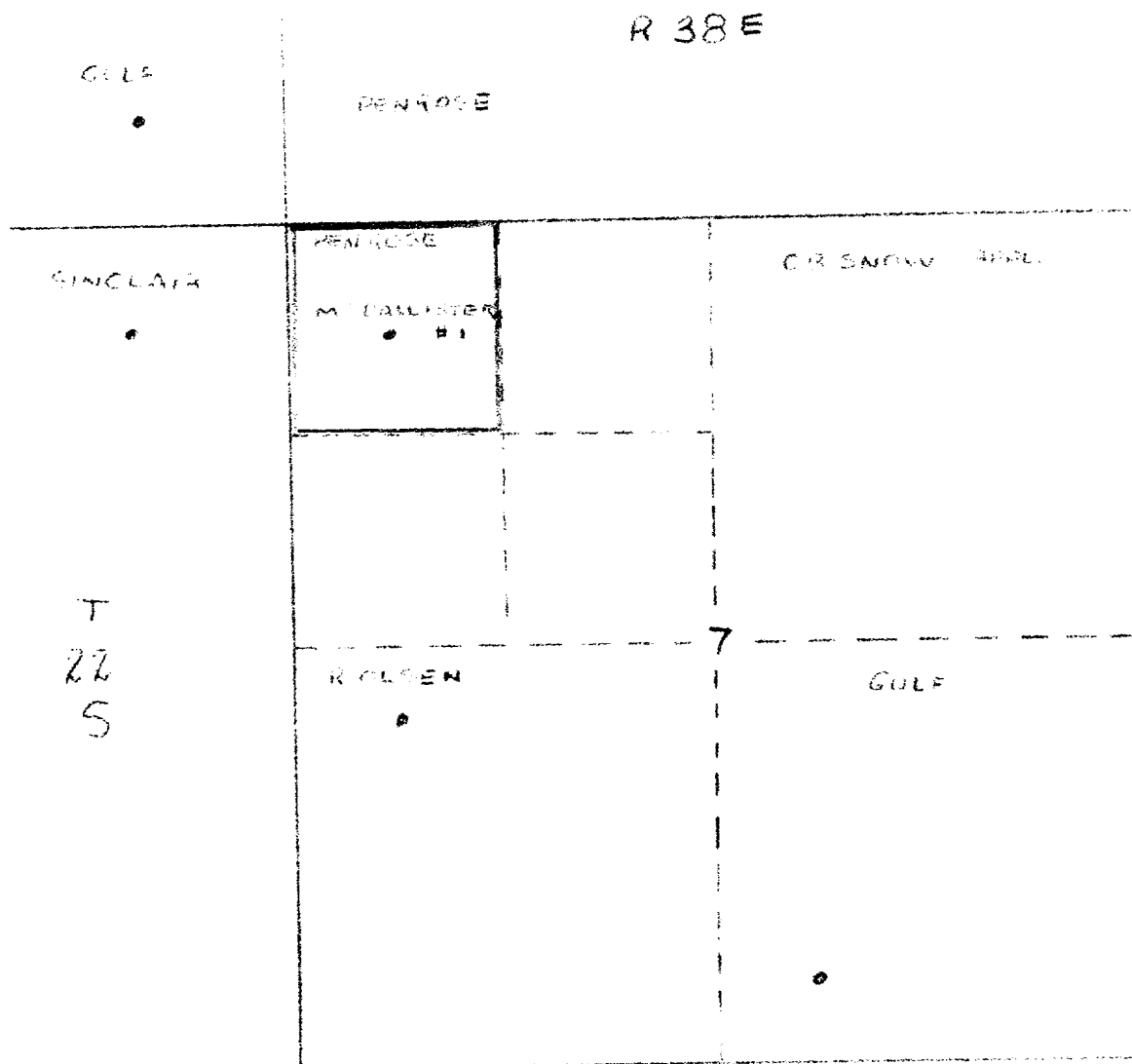
Glenn G. Neill

Glenn G. Neill

cc: New Mexico Oil Conservation Commission
Box 2045
Hobbs, New Mexico

attachments

Sept 18 1885



NEVILLE G. PENROSE INC

APPLICATION FOR EXCEPTION
TO NO-FLARE ORDER R-553

MCCALLISTER #1

7-22-38

LEA COUNTY