

OIL CONSERVATION COMMISSION

HOBBS, NEW MEXICO

August 23, 1960

W. H. Black  
Box 174  
Midland, Texas

Dear Sir:

In checking your Forms C-115 against Skelly Oil Company's Gasoline Plant Monthly Report we find that you have not been indicating any gas production from your Flora B. Davis lease located in Section 8, T-23-S, R-37-E, Langlie Mattix Pool. For example, in May Skelly indicated a volume of 1355 MCF while your C-115 reflected 0. If you are not getting these volumes from Skelly, it would certainly be my suggestion that you contact them immediately and make arrangements to receive these monthly gas volumes since a continuance of not listing the gas produced will result in immediate allowable cancellation for your Davis lease.

Skelly has also been listing your Flora B. Davis No. 1-C as being produced into their low pressure system. Our records on this well indicate Form C-110 approved February 20, 1958 listing El Paso Natural Gas Company as transporter. Also, we have received a Notice of Disconnection for this well from El Paso dated February 20, 1960.

If your Davis No. 1 is being produced into the Skelly Gas System, then it is being done without proper authority from this office. Also, from what I have been able to determine from your C-115's the Davis No. 1 has never produced into either the El Paso or Skelly Systems, since I have been unable to locate any production figures whatsoever for this well. Therefore, please advise this office immediately as to the current status of your Davis No. 1.

Yours very truly,

OIL CONSERVATION COMMISSION

Joe D. Ramey  
Proration Manager

JDR/mc

## 155