

STANOLINE OIL AND GAS COMPANY

Post Office Box 68
Hobbs, New Mexico

January 11, 1956

File: RLH-33-380.1

Subject: Casinghead Gas Connection -
State "AJ" Lease

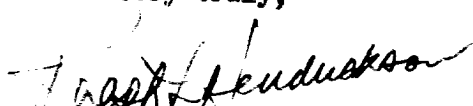
Mr. A. L. Porter, Jr. (2)
Proration Manager
New Mexico Oil Conservation Commission
Hobbs, New Mexico

Dear Sir:

Please refer to your letter dated December 3, 1955, advising that oil allowable for our State "AJ" well No. 2, (L-30-25-38) Langlie Mattix Pool, will be cancelled February 23, 1956, unless a casinghead gas connection or exception to the No-Flare Order is obtained by that time.

A contract is presently being processed for sale of casinghead gas from State "AJ" Lease to El Paso Natural Gas Company which, together with Well No. 2, will include all wells on the subject lease. This contract should be executed prior to February 23, 1956. However, in event El Paso does not have sufficient time to complete laying their line by the above date, please advise if an extension of time could be granted in order that allowable for Well No. 2 will be continued.

Yours very truly,


Ralph L. Hendrickson
Field Superintendent

COPY

