

El Paso Natural Gas Company

El Paso, Texas

October 18, 1955

RECEIVED
OCT 20 1955
FEDERAL RESERVE BANK
DALLAS, TEXAS

Leonard Oil Company
P. O. Box 708
Roswell, New Mexico

Attention: Mr. Robert J. Leonard

Gentlemen:

You have requested that we give consideration to a casinghead gas connection to your Ginsberg No. 5 Well, located in the Northwest Quarter Northwest Quarter (NW/4 NW/4) of Section 31, Township 25 South, Range 38 East, Lea County, New Mexico.

Our gas engineers have conducted tests on this well and we regret to advise that the results of these tests indicate that, due to the small volume of gas available (approximately 30 MCFD) and the location of the well in relation to our existing gathering system, it is not economically feasible for us to make connection at this time, and, accordingly, we must decline your request.

We appreciate your offer to sell this gas and, should the situation change, we will be glad to again give your offer consideration.

Very truly yours,


C. W. Rathwick

CWR:B:k

cc: R. T. Wright, Jal