THE ATLANTIC OFFICIENTING COMPANY Incorporated DFIBILISE OCONE 1957 Petroleum Products Deve 1957 1957 FEB 13 AM 10:30

Petroleum Life Bldg. Mailing Address P. 0. Box 871 Midland, Texas

Domestic Producing Department West Texas-New Mexico Region

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

No CAPY 1: 1 MD AGE C

Re: Application for an Exception to Order No. R-553 as it Applies to the Flaring of Gas on the Atlantic Refining Company's State "Y" Lease, Langlie Mattix Pool, Les County, New Mexico

## Gentlemens

Application is herewith submitted for administrative approval for the temporary flaring of gas produced by the Atlantic Refining Company's State "Y" No, 2 Well, located in the NE/4 NE/4 of Section 25, T-25-S, R-37-E, Lea County, New Mexico. In connection with this application, the following information is presented8

February 8, 1957

- The Atlantic Refining Company is the operator of the State 1. "Y" No. 2 well which was completed within vertical and horozontal limits of the Langlie Mattix Prol on November 27. 1956.
- The latest available gas-oil ratio test, taken January 29, 20 1957, indicates that the wall is capable of producing a penalized allowable of 16 BOPD and that its COR is 27,252 standard cubic feet of gas per barrel of oil. Based on this production, approximately 430 MCF of gas per day will be flared from the State "Y" No. 2 Well.
- The Atlantic Refining Company has signed a contract 30 (g) for the sale of this gas to El Paso Natural Gas Company and has returned the contract to them for approval.
  - The Federal Power Commission has not yet approved the (b) sale of this gas.
  - (c) The Atlantic Refining Company firmly believes that connection for the sale of this gas will be made in a reasonably short time.

30 days due 6 larg voen 2/20/17 3/25/57