

OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

DATE January 22, 1958

OIL CONSERVATION COMMISSION
BOX 871
SANTA FE, NEW MEXICO

Re: Proposed NSP _____

Proposed NSL _____

Proposed NFC 388

Proposed DC _____

Gentlemen:

I have examined the application dated 11/1/58
for the The Ohio Oil Co. State McDonald A/C 1 "B" #3 ²⁶ ~~25-22-36~~
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

O.K. to May 10, 1958—E.J.F.

O.K.—J.W.R.

Yours very truly,

OIL CONSERVATION COMMISSION

Engineer

Rev. 000

P. O. Box 2107 - Hobbs, New Mexico

December 30, 1957

*NFO 388
Jan 1-16*

Mr. A. L. Porter, Jr.
Director-Secretary
New Mexico Oil
Conservation Commission
Santa Fe, New Mexico

Dear Sir:

Please refer to our letter from Mr. R. F. Montgomery, stating that it will be necessary for us to apply for a no-flare order from the Commission not later than 1-4-58, in the event a gas connection has not been made to our State McDonald A/C 1 "B" Well No.3 by that date.

We hereby ask that an exception to the "No-Flare" order be granted for this well. The lease on which this well is situated covers the east half of Sec.26 and the northeast quarter of Sec.35, T22S R36E, Lea County, New Mexico.

Wells Nos. 1, 2, and 4 have also been completed on this lease.

We have a contract with Phillips Petroleum Company, whereby they will purchase the casinghead gas from these wells as soon as they have the necessary gathering line installed and connected.

We are enclosing a copy of our most recent letter from Phillips regarding their gathering line which states they have had to delay this project another 120 days.

The volume of gas to be flared from State McDonald A/C 1 "B" Well No.3 is approximately 44 MCF per day. The gas-oil ratio of this well is 957:1.

P. O. Box 2107 - Hobbs, New Mexico

December 20, 1957

Mr. A. L. Foster, Jr.
Director-Geology
New Mexico Oil
Conservation Commission
Santa Fe, New Mexico

Dear Sir:

Please refer to our letter from Mr. W. L. Montgomery, stating that it will be necessary for us to apply for a non-lease order from the Commission not later than 1-1-58, in the event a gas connection has not been made to our State McDonald No. 1 "B" Well No. 3 by that date.

We hereby ask that an exception to the "No-Flare" order be granted for this well. The lease on which this well is situated covers the east half of Sec. 26 and the northeast quarter of Sec. 35, T28N R30E, Lea County, New Mexico.

Wells Nos. 1, 2, and 4 have also been completed on this lease.

We have a contract with Phillips Petroleum Company, whereby they will purchase the casinghead gas from these wells as soon as they have the necessary gathering line installed and connected.

We are enclosing a copy of our most recent letter from Phillips regarding their gathering line which states they have had to delay this project another 120 days.

The volume of gas to be flared from State McDonald No. 1 "B" Well No. 3 is approximately 100 per day. The gas-oil ratio of this well is 25:1.

The distance from Phillips Petroleum Company's gathering system to our State McDonald A/C 1 "B" Lease is approximately $1\frac{1}{2}$ miles.

We enclose a plat showing the well locations, the offset ownership and location of the tank battery.

I, D. L. Province, duly authorized agent of this Company do certify that the above statements are true and correct to the best of my knowledge.

D. L. Province

State of New Mexico

County of Lea

Subscribed and sworn to before me on this the 30th day of December, 1957, Robert Grant Notary Public in and for Lea County, New Mexico.

My Commission Expires January 28, 1959

RRG:b

Orig & 2 copies (Encls)

cc: Mr. I. G. Burrell, Houston
Mr. C. S. Mills, Midland
Mr. D. V. Kitley, Midland
Mr. R. F. Montgomery, Hobbs

The distance from Phillips Petroleum Company's gathering system to our State Railroad A/C I "B" Lease is approximately 1 1/2 miles.

We enclose a plat showing the well location, the offset ownership and location of the tank battery.

I, D. L. Province, duly authorized agent of this Company do certify that the above state-ments are true and correct to the best of my knowledge.

[Signature]

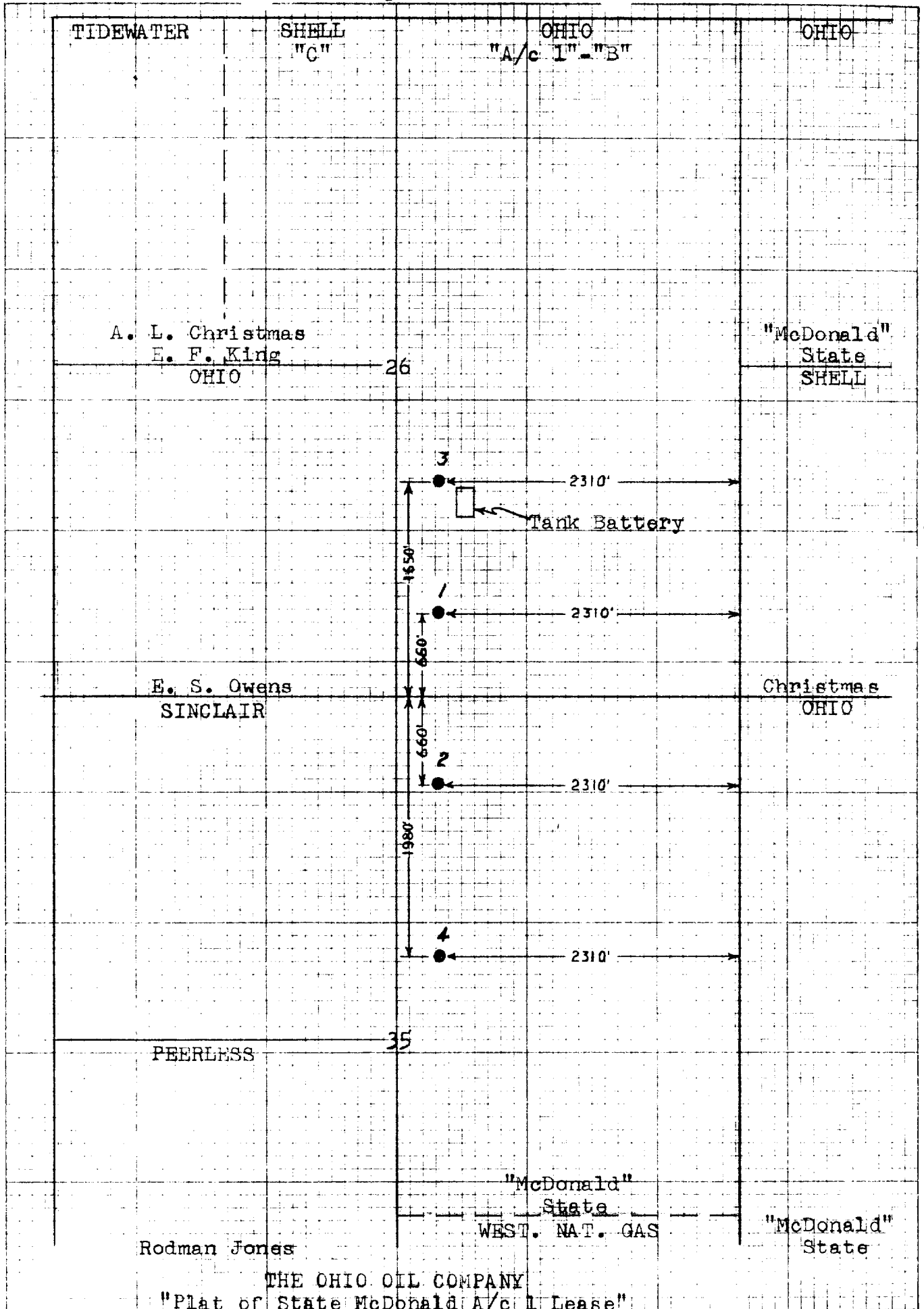
State of New Mexico
County of Las

Subscribed and sworn to before me on this the 30th day of December, 1957, _____
Notary Public in

and for Las County, New Mexico.

My Commission Expires January 28, 1959

CC: Mr. E. G. Russell, Houston
Mr. C. S. Miller, Midland
Mr. D. V. Kitley, Midland
Mr. E. F. Montgomery, Hobbs
Only 3 copies (3cc)



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S

350-50 KEUFFEL & ESSER CO
100 N. 1st to the south
1913

THE OHIO OIL COMPANY
"Plat of State McDonald A/c I Lease"

Sections 26 & 35-T22S-R36E
Lea County, New Mexico

D. L. Province

PHILLIPS PETROLEUM COMPANY

BARTLESVILLE, OKLAHOMA

December 12, 1957

Subject: #143 Eunice -
Jalnat Pool

File: 1-Mo-459-57

The Ohio Oil Company
P. O. Box 3128
Houston 1, Texas

Attention: Mr. I. G. Burrell

Gentlemen:

This will refer to casinghead gas contract dated August 15, 1957,
in our favor covering the following described leases:

1-25 Burrell

Photos:

1-Dr. J. J. Midland

1-Dr. L. L. Hobbs - Hobbs, N.M.

Ethel Shipley Owens - SW/4 of Section 26, Township 22
South, Range 36 East.

State McDonald A/C 1-B E/2 of Section 26 and N-3/4 of E/2 of
Section 35, Township 22 South, Range 36
East, Lea County, New Mexico.

Our Engineering Division has estimated that we will connect your above
leases in approximately 120 days. We are sorry it has taken so long;
however, this entire project will require somewhat over a half million
dollars initially with \$800,000 to be spent ultimately and it has taken
considerable time to work up our data on this matter.

I hope you are not impatient with our having delayed the project.

Yours very truly,

L. H. Moore

LHM:ah

Handwritten notes and signatures in the bottom right corner, including the word "this" and some illegible scribbles.