

Case No.

458

Application, Transcript,
Small Exhibits, Etc.

CASE 458: Beaver Lodge Oil Corporation
Application for exception to Order 799 & R-110
for Reservoir test on 280 acres in 32-30N-8W

OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

RECEIVED
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BEFORE THE
OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO

CASE 458: Beaver Lodge Oil Corporation's application for exception Order 799, as amended by R-110, to permit drilling of a Mesaverde test on a 280-acre unit in 32-30N-8W, San Juan County.

TRANSCRIPT OF HEARING

December 16, 1952

BEFORE: Hon. Ed. Mechem, Governor and Chairman
Hon. Gay Shepard, Land Commissioner and Member
Hon. R. R. Spurrier, Director and Member

STATE OF NEW MEXICO

COUNTY OF BERNALILLO

I HEREBY CERTIFY That the within transcript of hearing in the above styled case before the Oil Conservation Commission of the State of New Mexico is a true record of the same to the best of my knowledge, skill and ability.

DONE at Albuquerque, New Mexico, December 20, 1952.

E. E. Gleson

E. E. Gleson
Reporter

MR. SPURRIER: We will go on to Case 458.

(Mr. Graham reads the notice of publication.)

MR. RAY: May it please the Commission, I am Carl Ray, appearing for the Texas Company.

I would like to state my company has committed forty acres to this unit, which will make this unit a full 320-acre unit, and we request that the application for the unorthodox unit be withdrawn.

MR. SPURRIER: Does Beaver Lodge concur in this?

MR. SETH: They asked me as an accomodation if I would formally request permission to withdraw their application.

MR. SPURRIER: Is there objection to Beaver Lodge's motion? If not, the Commission will dismiss the case.

The next case on the docket is 459.

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BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF THE STATE OF NEW
MEXICO FOR THE PURPOSE OF CON-
SIDERING:

CASE NO. 458
ORDER No. R-252

THE APPLICATION OF BEAVER LODGE
OIL CORPORATION FOR AN ORDER GRANT-
ING APPROVAL OF AN EXCEPTION TO
ORDER NO. 799, AS AMENDED BY ORDER
NO. R-110, TO PERMIT THE DRILLING OF
A WELL TO TEST THE MESAVERDE FORMA-
TION ON A UNIT EMBRACING 280 ACRES, IN
SECTION 32, TOWNSHIP 30 NORTH, RANGE
8 WEST, NMPM, SAN JUAN COUNTY, NEW
MEXICO.

ORDER OF DISMISSAL

BY THE COMMISSION:

This matter came on for hearing at Santa Fe, New Mexico,
on December 16, 1952, before the Oil Conservation Commission of the
State of New Mexico, and upon motion of Applicant for dismissal, the
same being well taken,

It is therefore ordered that Case 458 be, and the same hereby
is dismissed, without prejudice.

DONE at Santa Fe, New Mexico, this 15th day of January,
1953.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Edwin L. Mechem
EDWIN L. MECHEM, Chairman

E. S. Walker
E. S. WALKER, Member
P. R. Spurrer
P. R. SPURRIER, Secretary

SEAL

Case 458 WBM RS

OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

RECEIVED
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BEAVER LODGE OIL CORPORATION

301 MERCANTILE COMMERCE BUILDING

RIVERSIDE 9091

DALLAS 1, TEXAS

December 8, 1952

CRITCHELL PARSONS
PRESIDENT

Mr. R. R. Spurrier, Secretary - Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Spurrier:

I should like to acknowledge receipt of your letter stating that the hearing on our application for an undersized Mesa Verde drilling unit in the Blanco Field will be held on December 16, 1952.

We understand that it is not necessary to file a formal brief in this matter, but I do want to set out at this time the points we consider important.

Beaver Lodge Oil Corporation is applying for permission to set up a Mesa Verde drilling unit which will include all of the $W\frac{1}{2}$ of Section 32, Township 30 North, Range 8 West, San Juan County, New Mexico, except the $NE\frac{1}{4}$ of the $SW\frac{1}{4}$. This drilling unit will include 280 acres.

El Paso Natural Gas Company owns 120 acres, Skelly Oil Company owns 120 acres, Beaver Lodge Oil Corporation owns 40 acres, and The Texas Company owns 40 acres in the $W\frac{1}{2}$ of Section 32. El Paso Natural, Skelly, and Beaver Lodge have agreed to communitization but The Texas Company has not. Beaver Lodge Oil Corporation has offered to purchase The Texas Company's lease, to take it under a farmout agreement, or to trade a lease which it owns outside of this section to The Texas Company for its lease in the section; but none of these offers have been accepted by The Texas Company.

Beaver Lodge Oil Corporation's lease expires January 12, 1953. We are applying for permission to drill a Mesa Verde well on 280 acres so that loss of our lease may be avoided.

We understand that this 280-acre unit will receive only $7/8$ ths of an allowable if proration is established in the Blanco Field.

Mr. R. R. Spurrier

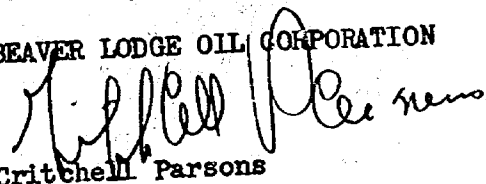
- 2 -

December 8, 1952

I am sending copies of this letter to El Paso Natural Gas Company, Skelly Oil Company, The Texas Company, and Mr. Owen B. Marron, our attorney in Albuquerque, who will be present at the hearing.

Yours very truly,

BEAVER LODGE OIL CORPORATION


Crittchell Parsons

CP:jl
AIR MAIL

cc: El Paso Natural Gas Company
Bassett Tower
El Paso, Texas
Attn: Mr. Sam Smith

The Texas Company
P. O. Box 1720
Fort Worth, Texas
Attn: Mr. E. W. Lewis
Producing Department

Skelly Oil Company
P. O. Box 4083
Albuquerque, New Mexico
Attn: Mr. Paul Teel

Mr. Owen B. Marron
606 First National Bank Building
Albuquerque, New Mexico

OIL CONSERVATION COMMISSION

P. O. BOX 871
SANTA FE, NEW MEXICO

Copy for Case File # 458

November 24, 1952

Beaver Lodge Oil Corporation
Mercantile Commerce Building
Dallas, Texas

Attention: Mr. Critchell Parsons - President

Gentlemen:

We have your telegram of November 21, 1952.
For several reasons the Commission has not seen fit to
set your hearing for December 8, 1952.

One is the widespread interest which will be
shown in the hearing.

Since the regular hearing is only eight days
later, your case will be on that date.

Very truly yours,

R. R. Spurrier
Secretary - Director

RRS:lh
cc:
Mr. Charles Williams
The Texas Company
Fort Worth, Texas

C
O
P
Y



WESTERN UNION

1201

SYMBOLS	
DL	Day Letter
NL	Night Letter
LT	Int'l Letter Telegram
VT	Int'l Victory Ltr.

W. P. MARSHALL, PRESIDENT

is STANDARD TIME at point of origin Time of receipt STANDARD TIME at point of destination

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SANTA FE, N.M.

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R R SPURRIER NEW MEXICO OIL CONSERVATION COMMISSIN=
SANTAFE NMEX=

WE REQUEST SPECIAL HEARING DECEMBER 8 APPLICATION FOR
PERMIT DRILL 280 ACRE MESA VERDE UNIT W/2 SECTION 32-30N-8W
MADE UP 120 ACRES EL PASO NATURAL, 120 ACRES SKELLY, 40
ACRES BEAVER LODGE, EXCLUDING 40 ACRES NE/4 OF SW/4 HELD
BY TEXAS COMPANY=

CRITCHELL PARSONS PRESIDENT BEAVER LODGE OIL CORP=

6 280 W/2. 32-30N-8W 120 120 40 40 NE/4 SW/4=

Case 458

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE