

Case No.

806

Application, Transcript,
Small Exhibits, Etc.

CASE 806: Gibraltar Oil Company com-
pulsory communitization in W/2 15-32N-10W
San Juan County (Blanco-Mesaverde Pool)

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 806
ORDER NO. R-588

THE APPLICATION OF GIBRALTAR OIL
COMPANY FOR AN ORDER DIRECTING THE COM-
PULSORY POOLING OF TRACTS OF LAND LOCATED
WITHIN THE W/2 OF SECTION 15, TOWNSHIP 32
NORTH, RANGE 10 WEST, NEPM, SAN JUAN COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION
FOR DISMISSAL

BY THE COMMISSION:

This cause came on for hearing on December 16, 1954, on Jan-
uary 13, 1955, and on February 16, 1955, before the Oil Conserva-
tion Commission of New Mexico, hereinafter referred to as the "Com-
mission."

NOW, on this 17th day of February, 1955, the Commission,
a quorum being present, having considered Applicant's request for
dismissal as presented at the February 16, 1955, hearing,

FINDS:

That said motion is well taken, and

IT IS THEREFORE ORDERED:

That Case 806 be, and the same hereby is, dismissed.

DONE at SANTA FE, NEW MEXICO, on the day and year hereinabove
designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John F. Simas
John F. Simas, Chairman

E. S. Walker
E. S. Walker, Member

W. B. Macey
W. B. Macey, Member and Secretary





OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

February 21, 1955

C
O
P
Y

SIMS & MODRALL
P. O. Box 466
Albuquerque, New Mexico

Attention: Mr. Modrall

Gentlemen:

In behalf of your client, Gibraltar Oil Company, we attach
a copy of Order R-588 signed by this Commission in dismissal
of Case 806.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:nr

BEFORE THE
Oil Conservation Commission
SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE NO. 806

TRANSCRIPT OF PROCEEDINGS

ADA DEARNLEY AND ASSOCIATES
COURT REPORTERS
ROOMS 105, 106, 107 EL CORTEZ BUILDING
TELEPHONE 7-9546
ALBUQUERQUE, NEW MEXICO

BEFORE THE
OIL CONSERVATION COMMISSION
State of New Mexico
Santa Fe, New Mexico
January 13, 1955

IN THE MATTER OF:)
)

Application of Gibraltar Oil Company for
compulsory communitization of tracts of
land located within the W/2 of Section
15, Township 32 North, Range 10 West,
San Juan County, to permit the formation
of a 320-acre communitized unit consist-
ing of said W/2 (in the Blanco-Mesaverde
Gas Pool).

Case No. 806

BEFORE:

Mr. E. S. (Johnny) Walker
Mr. W. B. Macey, Secretary

TRANSCRIPT OF PROCEEDINGS

MR. MACEY: The next case on the docket is Case 806, and the letter here from Mr. J. R. Modrall, firm of Simms and Modrall, Albuquerque, pertains to Case 806. It is addressed to the Commission.

"Gentlemen: Gibraltar Oil Company again finds it necessary to ask your indulgence for a continuance on the hearing of the above application until the regularly scheduled February, 1955 hearing date.

The basis for this request for continuance is the possibility which Gibraltar Oil Company faces of having to amend its application in some respects. If an amendment is made it will be presented to the Commission at the earliest possible date so that additional parties who may be affected may be notified of the hearing.

A copy of this letter is being forwarded to owners of interest in lands lying within the proposed unit area as described in the application in order that such persons may be informed of this

request for a continuance.

Your favorable action on this request will be very much appreciated, and we assure you that we will use all diligence in disposing of the matter at an early date. Very truly yours, Gibraltar Oil Company."


Is there objection to continuance of this case to the regularly scheduled February 16th hearing? If not, Case 806 will be continued to that date.

* * * *

STATE OF NEW MEXICO)
 :
COUNTY OF BERNALILLO)

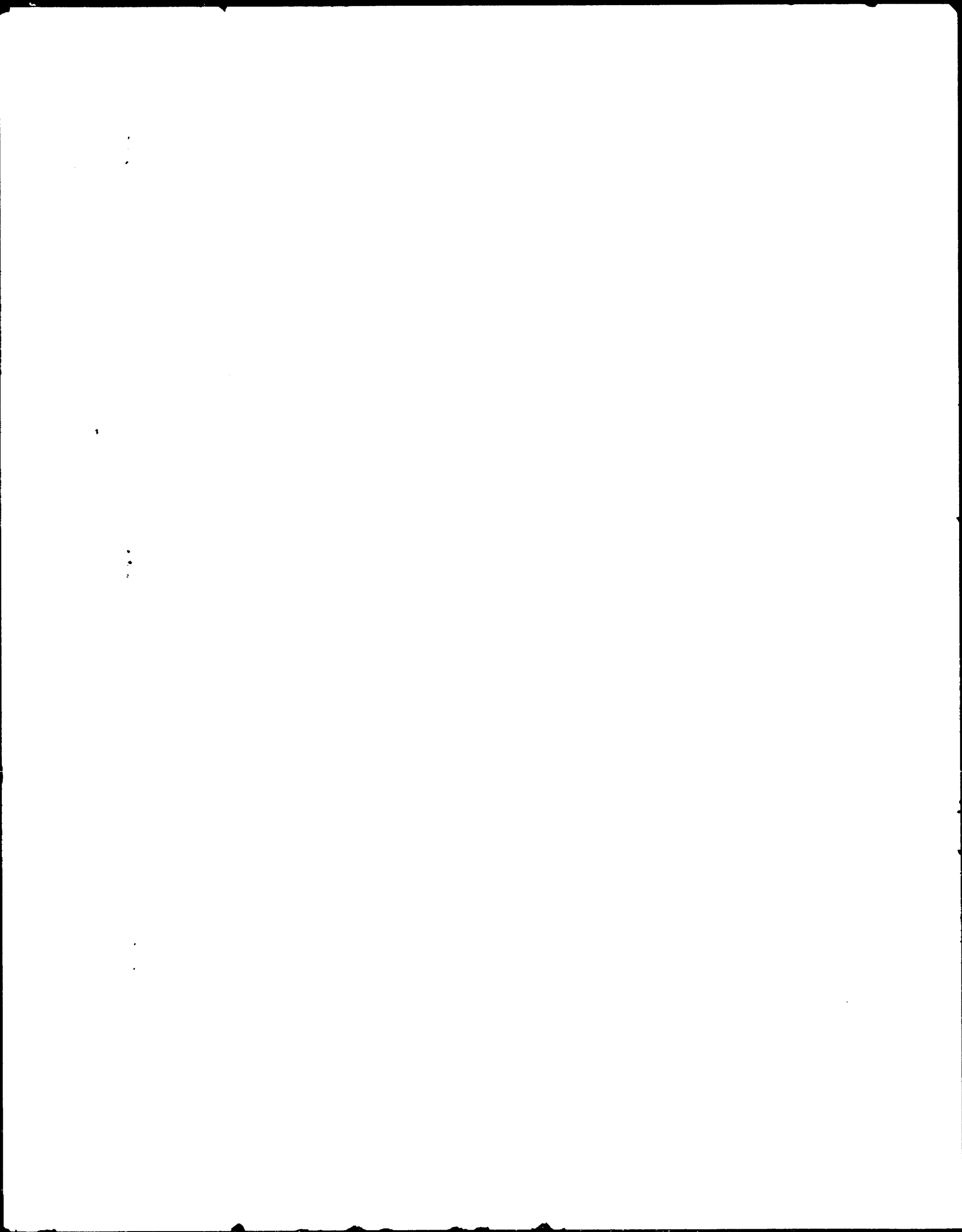
I, HELEN PURCELL, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 21st day of January, 1955.


Notary Public, Court Reporter

My Commission Expires:

December 18, 1955



BEFORE THE
Oil Conservation Commission
SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE NO. 806

TRANSCRIPT OF PROCEEDINGS

ADA DEARNLEY AND ASSOCIATES
COURT REPORTERS
ROOMS 105, 106, 107 EL CORTEZ BUILDING
TELEPHONE 7-9546
ALBUQUERQUE, NEW MEXICO

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
December 16, 1954

Application of Gibraltar Oil Company for compulsory	:	
communitization of tracts of land located within the	:	
W/2 of Section 15, Township 32 North, Range 10 West,	:	Case No.
NMPM, San Juan County, New Mexico, to permit the	:	806
formation of a 320-acre communitized unit consisting	:	
of said W/2 (in the Blanco-Mesaverde Gas Pool).	:	
	:	

BEFORE:

Mr. E. C. (Johnny) Walker
Mr. William B. Macey

TRANSCRIPT OF PROCEEDINGS

MR. MACEY: I have here a letter from Mr. James E. Sperling to the Oil Conservation Commission pertaining to Case 806, carbon copy of the letter was sent to Mr. Dave M. Clark, Route 1, Aztec, New Mexico, and to the Members of San Juan County Commission, San Juan County Court House, Aztec, New Mexico. This reads:

"Gentlemen: Please be advised that with reference to the above application, the applicant, Gibraltar Oil Company, finds it necessary due to circumstances beyond its control, to request of the Commission a continuance of the hearing upon said application now set for December 16, 1954. Due to such circumstances, formal request is hereby made to the Commission for a continuance on the hearing of the application until the regularly scheduled January, 1954 hearing date.

A copy of this letter is being forwarded to owners of interest in lands lying within the proposed unit area as described in said application, which lands are not subject to oil and gas leases

as stated in said application; in order that such persons may be timely informed of the request for continuance. Favorable action upon this request will be very much appreciated. Very truly yours, Simms and Modrall by James E. Sperling, Attorneys for Gibraltar Oil Company."

Is there objection to the continuance of Case 806 to January 13th hearing? If not, the case will be continued.

Is there anything further on the docket? If not, the hearing is adjourned.

STATE OF NEW MEXICO }
COUNTY OF BERNALILLO } ss.

I, MARGARET McCOSKEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF, I have affixed my hand and notarial seal this 23rd day of December, 1954.

Margaret McCoskey
Court Reporter-Notary Public

My commission expires
August 15, 1956.

JOHN F. SIMMS (1888-1954)
J. R. MODRALL
JAMES E. SPERLING
JOSEPH E. ROSE
GEORGE T. HARRIS, JR.
VANCE MAUNEY
DANIEL A. BISK

SIMMS & MODRALL

Attorneys at Law

P.O. BOX 466

ALBUQUERQUE, NEW MEXICO

January 20, 1955.

Core File

New Mexico Oil Conservation Commission,
P. O. Box 871,
Santa Fe, New Mexico.

RE: Case No. 806
Gibraltar Oil Co.

Attn: W. B. Macey,
Secretary.

Gentlemen:

We have been instructed by the applicant in the above matter to request permission of the Commission to withdraw the pending application. Due to the complications which were not anticipated at the time the application was filed, it now appears that the proposed unitization of the lands described in the application is not feasible.

By carbon copy of this letter we are advising the interested parties of the request for withdrawal of the application.

Very truly yours,

SIMMS & MODRALL

By

James E. Sperling

JES:g

cc: Dave Clark,
R. 1,
Aztec, N. M.

cc: Gibraltar Oil Co.,
1607 First National Bldg.,
Oklahoma City 2, Okla.

San Juan County Bd. of Comms.,
San Juan County Courthouse,
Aztec, N. M.

Phillips Petroleum Co.,
Korber Building,
Albuquerque, N. M.

Phillips Petroleum Co.,
Bartlesville, Okla.
Attn: R. B. Edmondson

BEFORE THE
Oil Conservation Commission
SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE NO. 806

TRANSCRIPT OF PROCEEDINGS

ADA DEARNLEY AND ASSOCIATES
COURT REPORTERS
ROOMS 105, 106, 107 EL CORTEZ BUILDING
TELEPHONE 7-9546
ALBUQUERQUE, NEW MEXICO

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
February 17, 1955

IN THE MATTER OF:

Case 806: Application of Gibraltar Oil
Company for compulsory communitiza-
tion of tracts of land located with-
in the W/2 of Section 15, Township 32
North, Range 10 West, San Juan County,
New Mexico, to permit the formation
of a 320-acre communitized unit con-
sisting of said W/2 (in the Blanco-
Mesaverde Gas Pool).


MR. MACEY: The next case on the docket which we will take up,
is Case 806. I have a letter from James E. Sperling of Simms &
Modrall pertaining to this case. I will read the letter into the
record. "We have been instructed by the applicant in the above
matter to request permission of the Commission to withdraw the pend-
ing application. Due to the complications which were not antici-
pated at the time the application was filed, it now appears that
the proposed unitization of the lands described in the application
is not feasible. By carbon copy of this letter we are advising the
interested parties of the request for withdrawal of the application."

Is there objection to the dismissal of Case 806? If not, the
case will be dismissed.

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss.

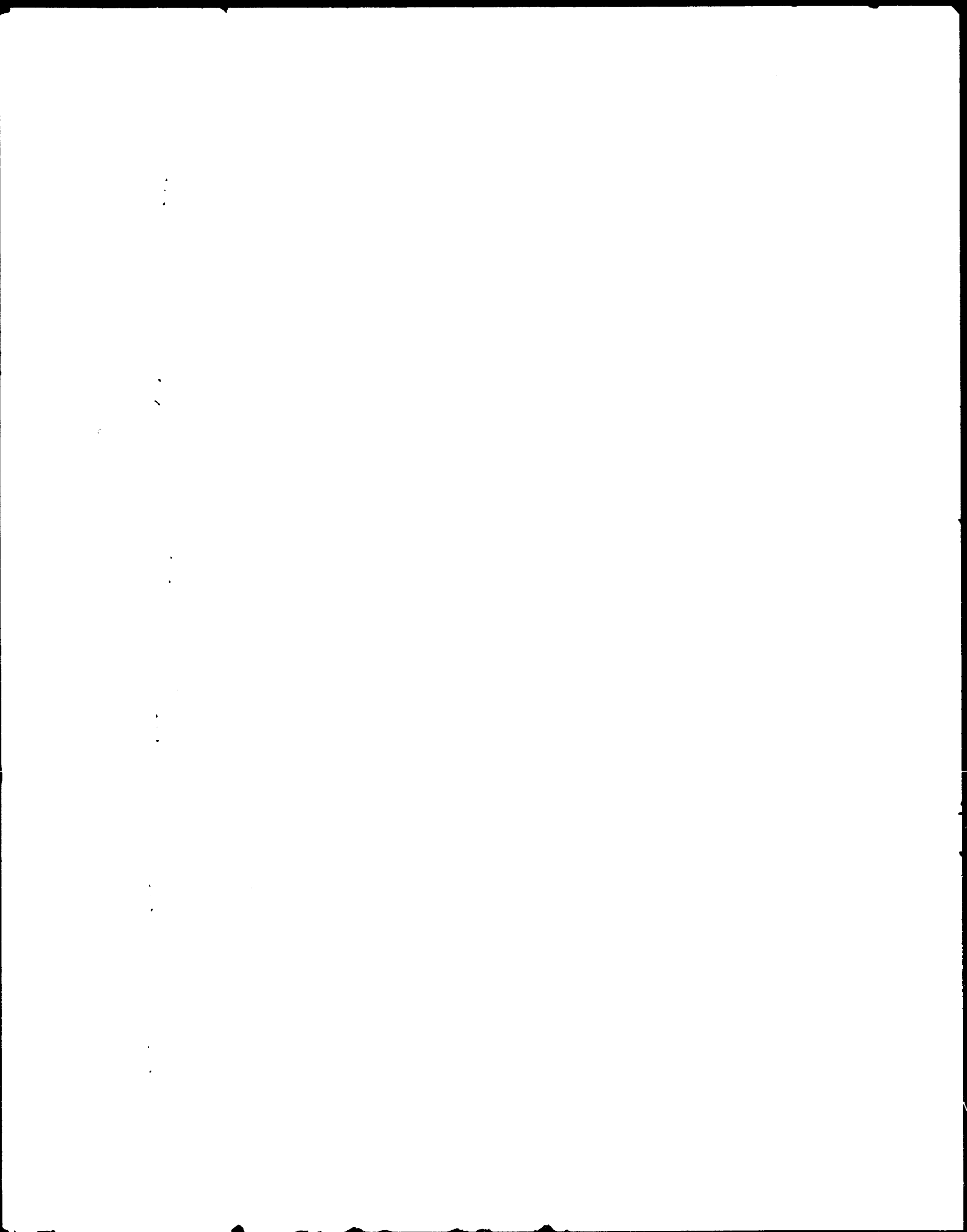
I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 21st day of February, 1955.


NOTARY PUBLIC, Court Reporter

My Commission Expires:
June 19, 1955.

ADA DEARNLEY & ASSOCIATES
STENOTYPE REPORTERS
ALBUQUERQUE, NEW MEXICO
TELEPHONE 3-6691



JOHN F. SIMMS (1885-1954)

J. R. MODRALL

JAMES E. SPERLING

JOSEPH E. ROEHL

GEORGE T. HARRIS, JR.

VANCE MAUNEY

DANIEL A. BISK

Attorneys at Law

P.O. BOX 466

ALBUQUERQUE, NEW MEXICO

January 6, 1955

*Write &
address him
at his old home
in Albuquerque.*

Oil Conservation Commission,
P. O. Box 871,
Santa Fe, New Mexico.

Attention: W. B. Macey, Secretary Director

RE: Gibraltar Oil Co., Application
Docket No. 806

Gentlemen:

Gibraltar Oil Co. again finds it necessary to ask your indulgence for a continuance on the hearing of the above application until the regularly scheduled February, 1955 hearing date.

The basis for this request for continuance is the possibility which Gibraltar Oil Co. faces of having to amend its application in some respects. If an amendment is made it will be presented to the Commission at the earliest possible date so that additional parties who may be affected may be notified of the hearing.

A copy of this letter is being forwarded to owners of interest in lands lying within the proposed unit area as described in the application in order that such persons may be informed of this request for a continuance.

Your favorable action on this request will be very much appreciated, and we assure you that we will use all diligence in disposing of the matter at an early date.

Very truly yours,

SIMMS & MODRALL

By

J. R. Modrall
Gibraltar Oil Co.

JRM/g

cc: Dave M. Clark
Route 1, Aztec, N.M.

Members of San Juan County Commission
San Juan County Courthouse
Aztec, N.M.

Case 806
File

SIMMS & MODRALL MAIN OFFICE 000

JOHN F. SIMMS (1885-1954)

J. R. MODRALL
JAMES E. SPERLING
JOSEPH E. ROEHL

JOHN B. McMANUS, JR.
GEORGE T. HARRIS, JR.
VANCE MAUNEY

Attorneys at Law

P. O. BOX 488

ALBUQUERQUE, NEW MEXICO

RECEIVED 10 DEC 1954 9:03

December 10, 1954

Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: W. B. Macey, Secretary Director

Re: Gibraltar Oil Co., Application
Docket No. 806

Gentlemen:

Please be advised that with reference to the above application, the applicant, Gibraltar Oil Company, finds it necessary due to circumstances beyond its control, to request of the Commission a continuance of the hearing upon said application now set for December 16, 1954. Due to such circumstances, formal request is hereby made to the Commission for a continuance on the hearing of the application until the regularly scheduled January, 1954 hearing date.

A copy of this letter is being forwarded to owners of interest in lands lying within the proposed unit area as described in said application, which lands are not subject to oil and gas leases as stated in said application; in order that such persons may be timely informed of the request for continuance. Favorable action upon this request will be very much appreciated.

Very truly yours,

SIMMS & MODRALL

By James E. Sperling
Attorneys for Gibraltar Oil Co.

JES/bd

cc: Dave M. Clark
Route 1, Aztec, N.M.

Members of San Juan County Commission
San Juan County Court House
Aztec, New Mexico

Nancy _____
 _____ Time _____
YOU WERE OUT

Call Apr. 21/11
Sparring

PLEASE CALL HIM	
WILL CALL AGAIN	
NO	

3-4514

Operator _____

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

January 10, 1955

Mr. J. R. Modrall
Simms & Modrall
Box 466
ALBUQUERQUE, NEW MEXICO

Dear Sir:

RE: Case 806 (Gibraltar Oil Co.)

We have your letter of January 6, 1955, verifying your previous request by telephone for continuation of Case 806, which is on the docket for the January 13 hearing.

Your request will be read into the record when it is called on January 13 and I feel reasonably sure that the continuation will be granted by the Commission, especially in view of your contemplated amendment to your original application. However, if you plan any drastic change in your project, it probably will necessitate readvertisement and additional personal service. We plan to get out the notices soon for the February 16 hearing, so your amended application should reach us by next Monday (January 17) if at all possible.

Very truly yours,

WBM:mr

W. B. Macey
Secretary - Director

C
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P
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OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

January 10, 1955

Mr. Dave Clark
Route 1
AZTEC, NEW MEXICO

Dear Mr. Clark:

Reference is made to your letter of January 8 pertaining to your ownership of 5-1/2 acres in San Juan County. This state agency has no interest in the prospective development or leasing of properties. I suggest that you contact representatives of gas or oil companies, or some other individual who is primarily in the leasing business.

This organization (and its employees) is solely concerned with the conservation of oil and gas, and the prevention of waste of oil and gas.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:nr

C
O
P
Y

Clarkdale

Route 1
Aztec N.M.
Jan 8 - 1955

MAIN OFFICE OCC

Dear Mr. W.B. Macey. our $5\frac{1}{2}$ acres lies almost in a square; in the center is a normal fault, surrounded by an oil bearing area, we have a 155-ft. test well. All indications are definite.

There is a good oil & gas well about $\frac{1}{2}$ mi. south west from our place, one, 1 mi. South and another south east, also one 2 mi. west.

If you or your associates would be interested in leasing and developing our property, or would like to buy at a fair price, please see me at home with in the next few days.

We are located 14 mi. north of Aztec on west side of Highway 550. Stucco building. Commercial front on which is the name, Clarkdale

Very truly yours

Dave Clark

Docket no.
806

MAIN OFFICE OGC
RECEIVED 11 AM 11:34

Route 1.
Aztec N.M.
Dec. 29 - 1954

Oil Conservation Commission

Santa Fe N.Mex.

Gentlemen, since I received
your kind letter and notice
of the Jan. 13th hearing. an employee
of Phillips Petroleum told me
that due to the men who
own the mineral rights of
80 acres, the N. $\frac{1}{2}$ of the N. W. $\frac{1}{4}$ of
Sec. 15 will not come in to a
unit.

The Gibraltar Oil Co. has
called off the Jan. hearing.
please advise.

very truly yours

Dave Clark

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

December 20, 1954

Mr. James Sperling, Attorney
SIMMS & MODRALL
Simms Building
ALBUQUERQUE, N. M.

Dear Sir:

We enclose a copy of a letter of December 14, 1954, from Dave Clark. It has been made a part of the record in Case 806. The case was brought up on December 16, and since there was no objection to your written request for continuation, it has been re-scheduled for the regular hearing of January 13.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:nr

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

December 20, 1954.

Mr. Dave Clark
Route 1
AZTEC, NEW MEXICO

Dear Mr. Clark:

Thank you for your letter of December 14, which has
made made a part of the official record in Case 806.
Upon written request of Gibraltar Oil Company, the
case was continued to the January 13, 1955, hearing,
there being no objection on December 16 when the request
for such continuation was read in public hearing.

If you wish to appear on January 13, or have a representative
appear on your behalf, you are certainly most welcome. The
case will be listed on the docket for the January 13 hearing,
which will begin at 9 a.m. on that date in Mabry Hall, State
Capitol, Santa Fe.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:mr

cc: Mr. James Sperling, Attorney
SIMMS AND MODRALL
Simms Building
ALBUQUERQUE, N. M.

C
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P
Y

Aztec, New Mexico
December 14 - 1954

Oil Conservation Commission
Santa Fe, N. M.

Gentlemen:

I have just received a letter from the Gibraltar Oil Co. which leads me to believe they are trying to force my land in to a gas unit with other lands against my will.

That Co. has never contacted me personally in regard to a lease. I never heard of them until yesterday, and they don't have a lease on any land adjoining me. Phillips Petroleum has leased the land south of me. Also they own the mineral rights east of me.

Mr. Nelson has a lease on land north of me, on my west side lies a School Sec. State land. My deed calls for 3 acres more or less. However I have 5-1/2 acres due to the man I bought from didn't know where the west line was.

Since I began studying Geology at Raton, in 1928, the mineral rights on my land represent 18 years of study, thousands of miles traveled, hardships and several thousand dollars expense. The rights of property should give me the privilege to control my land.

I have offered to lease my land for 1/8 royalty to everyone who contacted me on the subject and would be glad to now, but I will not permit it to be put in a unit with other land, this land is my home. I have owned it 8 years.

Gentlemen, you now have an overall picture of this situation. I believe and trust you will refuse to take any steps toward putting my land in a unit of any kind.

Thanking you in advance.

Very truly yours,

s/ DAVE CLARK

P.S. I am retaining two copies of this letter.

Cztec N. Mex.

Dec, 14 - 1954

Oil Conservation Commission

Santa Fe N. Mex.

Gentlemen, I have just received a letter from the Gibraltar Oil Co, which leads me to believe, they are trying to force my land in to a gas unit with other lands against my will.

That Co has never contacted me personally in regard to a lease.

I never heard of them until yesterday. and they don't have a lease on any land adjoining me.

Phillips Petroleum. has leased the land south of me. also they own the mineral rights east of me.

Mr. Nelson has a lease on land north of me, on my west side lies a School Sec. State land. my Deed calls for 3 acres more or less, however I have $5\frac{1}{2}$ acres due to the man I bought from, didn't know where the west line was.

2

Since I began studying Geology at Raton, in 1928. the mineral rights on my land represent 18 years of study, thousands of miles traveled, hardships, and several thousand Dollars expense. the rights of property should give me the privilege to control my land.

I have offered to lease my land for $\frac{1}{8}$ royalty, to every one who contacted me on the subject. and would be glad to now. but I will not permit it to be put in a unit with other land, this land in my home. I have owned it 8 years

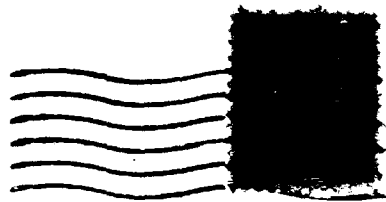
Gentlemen, you now have an overall picture of this situation. I believe and trust you will refuse to take any steps toward putting my land in a unit of any kind in advance.

Thanking you in advance.
Very truly yours.

Dave Clark

P.S. I am retaining two copies of this letter.

Dave Clark
R. 1 Aztec N. Mex.



Oil Conservation Commission
P.O. Box 871
Santa Fe
N. Mex.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

December 1, 1954

Members,
SANTA FE County Commission
County Courthouse
ALBANY, NEW MEXICO

Gentlemen:

For your information and notice we enclose a copy of the legal notice as issued by the Oil Conservation Commission in Case 806, scheduled to be heard at the regular December 16, 1954, hearing in Santa Fe, upon application of Gibraltar Oil Company.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:mr

cc: Mr. James E. Sperling, Attorney
SIMMS & MODRALL
Simms Bldg, Albuquerque, N M

VIA REGISTERED MAIL

New Mexico
OIL CONSERVATION COMMISSION



GOVERNOR EDWIN L. MEHEM
CHAIRMAN
LAND COMMISSIONER E.S. WALKER
MEMBER
STATE GEOLOGIST W.B. MACEY
SECRETARY AND DIRECTOR

P. O. Box 871
Santa Fe, New Mexico

December 1 1954

Editor
Farmington Daily Times
FARMINGTON N M

Dear Sir:

Re: Notice of Publication

Case 806

Please publish the enclosed notices one time immediately on receipt of this request. Please proofread carefully and send a copy of the paper carrying such notices to this office.

Immediately upon completion of publication, send publisher's affidavit in duplicate. For payment, please submit statement in duplicate and sign and return the enclosed voucher. (Do not fill in.) We should have these immediately after publication in order that the legal notice will be on hand for the holding of the hearing which it advertises, and also so that there will be no delay in your receiving proper payment.

Please publish by December 5

Please publish the notices not later than _____

Very truly yours,

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

W. B. MACEY,
Secretary-Director

Encl.

New Mexico
OIL CONSERVATION COMMISSION

GOVERNOR EDWIN L. MECHAM
CHAIRMAN
LAND COMMISSIONER E.S. WALKER
MEMBER
STATE GEOLOGIST W.B. MACEY
SECRETARY AND DIRECTOR



P. O. Box 871
Santa Fe, New Mexico

December 1 1954

Editor
The New Mexican
SANTA FE N M

Dear Sir:

Re: Notice of Publication

Case 806

Please publish the enclosed notices one time immediately on receipt of this request. Please proofread carefully and send a copy of the paper carrying such notices to this office.

Immediately upon completion of publication, send publisher's affidavit in duplicate. For payment, please submit statement in duplicate and sign and return the enclosed voucher. (Do not fill in.) We should have these immediately after publication in order that the legal notice will be on hand for the holding of the hearing which it advertises, and also so that there will be no delay in your receiving proper payment.

Please publish the notices not later than Please publish by December 3

Very truly yours,

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

W. B. MACEY,
Secretary-Director

Encl.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF the Application
of GIBRALTAR OIL CO., for the Order
of the Commission requiring the pool-
ing of Tracts of Land located within
the W₂, Section 15, Township 32
North, Range 10 West, containing 320
acres in San Juan County, New Mexico,
in accordance with applicable orders
of the Commission relating to well-
spacing in the Blanco - Mesa Verde Pool.

Case No. 806

A P P L I C A T I O N

Application is hereby made by the Gibraltar Oil Co., whose
postoffice address is 1607 First National Building, Oklahoma
City 2, Oklahoma, for the Order of the Commission requiring the
pooling of Tracts of land lying within the Unit Area as
hereinafter described in San Juan County, New Mexico.

Applicant herein is the owner of in excess of 60% of the
working interest in leases covering lands embraced within such
unit, and Phillips Petroleum Company, Bartlesville, Oklahoma, is
the owner of the working interest in a majority of the leases
embracing the remainder of the lands within the unit area as
hereinafter described.

I

The unit area embraces the following described lands located
in San Juan County, New Mexico:

W₂, Section 15, Township 32 N.,
Range 10 W., T.32N., R.10W., San Juan County

the total area embraced in said unit area being 320 acres. The
Unit is to be designated for identification purposes as
"Sullivan & Mesa Verde Unit."

II

Applicant is the owner of the working interest

in leases covering lands within said unit area described as follows:

GIBRALTAR OIL CO.: Robert L. Gaston and Edith Gaston, his wife, lessors, SE $\frac{1}{4}$ SW $\frac{1}{4}$, East 40 Rods of the South 30 rods of the NE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 15, Township 32 North, Range 10 West;

Robert J. Doughtie and Edna O. Doughtie, his wife, lessors: South 32 $\frac{1}{2}$ acres of the SE $\frac{1}{4}$ NW $\frac{1}{4}$, and the North 47 acres of the N $\frac{1}{2}$ SW $\frac{1}{4}$, Section 15, Township 32 North, Range 10 West, except the right of way of the Denver and Rio Grande Western Railroad Company;

Mary Catherine Hizer, a widow, lessor, NE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 15, Township 32 North, Range 10 West, except right of way of United States highway No. 550;

Saul Yager, et al, lessors, NW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 15 Township 32 North, Range 10 West.

PHILLIPS PETROLEUM COMPANY:

United States of America, lessor, NW-012648, SW $\frac{1}{2}$ NW $\frac{1}{4}$, Section 15, Township 32 North, Range 10 West;

Catherine Hendricks, a widow, et al, and Denver & Rio Grande Western Railroad Company, lessors, SW $\frac{1}{2}$ SW $\frac{1}{4}$, Section 15, Township 32 North, Range 10 West;

Edward E. Miller and Lena Miller, his wife, and Denver & Rio Grande Western Railroad Company, lessors, A strip of land 30 rods wide off the south side of the N $\frac{1}{2}$ SW $\frac{1}{4}$, Section 15, Township 32 North, Range 10 West, EXCEPT the East 40 rods in width off said 30 acres, said East 40 rods being a part of the NE $\frac{1}{2}$ SW $\frac{1}{4}$, Section 15, and further EXCEPTING all that part of the above described 30 acres more or less lying west of the right of way of state highway No. 550 containing three acres more or less and further EXCEPTING the right of way of state highway No. 550 containing approximately 1.31 acres.

III

That Phillips Petroleum Company is agreeable to the pooling

of the lands held under lease by that company and that reasonable effort has been made to obtain a voluntary lease of the mineral interests apparently owned by Dave Clark of San Bernardino, California, ~~the owner of lands~~ within the $W\frac{1}{2}$, Section 15, Township 32 North, Range 10 West, described as all of that portion of the $NW\frac{1}{4}SW\frac{1}{4}$ of said section 15 lying west of the right of way line of United States Highway 550 containing three acres more or less and from San Juan County, New Mexico, the owner of lands lying within the right of way of United States Highway No. 550 lying within the said $W\frac{1}{2}$, Section 15;

IV

That the Order of this Commission requiring the pooling of the lands within said 320 acre tract is sought in order to prevent the drilling of unnecessary wells and to conform with currently applicable well spacing regulations as issued by this Commission in the area within which the proposed unit area is located. That the pooling of the lands located within said unit area is in all respects to the best interests of the owners of lands lying within said unit area and will tend to promote the conservation of oil and/or gas and the elimination of waste of the natural resources of the State of New Mexico.

V

That necessary unit and operating agreements will be entered into by the applicant and Phillips Petroleum Company, the owners of the majority of the working interest under oil and gas leases heretofore acquired by the applicant and Phillips Petroleum Company covering the operation and development of said

unit area and the production of oil and/or gas from the Mesa Verde formation; copies of said agreements as entered into will be filed with the Commission on or prior to the hearing of this application together with ratifications and joinders thereof by interested parties, where required.

VI

That the applicant requests that this application be set for hearing before the Commission on December 16th, 1954, at which time the applicant will be prepared to present evidence in support of this application.

VII

That the Commission is requested following said hearing to issue its order pursuant to the provisions of Section 13, paragraph C of Chapter 168 of the Laws of 1949 of the State of New Mexico, requiring the pooling of the properties located within the unit area as herein described.

Respectfully submitted,

GIBRALTAR OIL CO.,

By Charles R. Keilty
Charles R. Keilty, Vice-President

SINGS & MODRALL,

By James S. Sings
Attorneys for Applicant

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

November 23, 1954

Mr. Charles R. Keilty
Gibraltar Oil Company
Oklahoma City 2, Oklahoma

Dear Sir:

Reference is made to your letter of November 19, 1954, pertaining to a proposed proration unit in Section 10, Township 32 North, Range 10 West, San Juan County, New Mexico.

I am enclosing two copies of our statewide Rules and Regulations and also two copies of Order R-110 which governs spacing in the Blanco-Mesaverde Gas Pool. I am also placing your name on our mailing list to receive copies of all orders and hearing dockets. Within approximately three weeks this Commission will issue an order establishing proration rules for the Blanco-Mesaverde Gas Pool and other pools in San Juan Basin. These rules will be distributed to you in our regular mailing as soon as possible.

Order R-110, the Blanco-Mesaverde Pool rules allows the formation of a proration unit as either the north half, south half, east half, or west half of a section. Therefore, you will have no difficulty whatsoever in assigning the south half of Section 10 (lying within New Mexico) to the well. According to our plats of Township 32 North, Range 10 West, Section 10 contains 345.80 acres.

With reference to your question concerning the W/2 of Section 15-32N-10W, any small interest owner who will not pool his property can be most effectively handled by a forced pooling request or an unorthodox unit including his acreage. Both these methods would require a hearing.

If I can be of any further help in this matter do not hesitate to contact me.

Very truly yours,

W. B. Macey
Secretary - Director

WEM:sk

MAINTENANCE OCC
GIBRALTAR OIL CO.

615 ERNEST & CRANMER BUILDING
DENVER 2, COLORADO
KEYSTONE 4-6538

Oklahoma City, Oklahoma
November 19, 1954

1607 FIRST NATIONAL BUILDING
OKLAHOMA CITY 2, OKLAHOMA
REGENT 6-0549

Mr. Mace, Secretary
State Oil Conservation Commission
Santa Fe, New Mexico

Re: Proposed Units
San Juan County
New Mexico

Dear Sir:

Our Company is the present owner of all the producing and non-producing leases formerly owned by Wm. R. Whittaker Co., Ltd. of Los Angeles and, as such, we own the lease on the E/2 SE/4 of Section 10-32N-10W, San Juan County, New Mexico.

At the present time we contemplate communitizing the S/2 of Section 10 and the question arises in our mind as to whether we would be able to obtain a spacing unit of 320 acres running East and West by requesting an exception to your rule. Please understand that this request would be predicated upon the fact that this Section 10 is a short Section which adjoins the Colorado State line on the South. Your reply to this inquiry will be awaited with interest.

We should like to have two copies of your most recently published pamphlet outlining the rules and regulations governing the spacing of wells, etc.

At the present time we are endeavoring to obtain a lease on a small unleased mineral interest in a 320-acre spacing unit covering the W/2 of Section 15-32N-10W. Up to date, the owner of this mineral interest has declined to execute a lease containing a pooling agreement. If you have any publications which would govern us in a contemplated application to the Commission for the purpose of having this interest included in the unit on a fair and equitable basis, we would appreciate receiving same, as well as any information concerning the proper procedure for such action which you might send us.

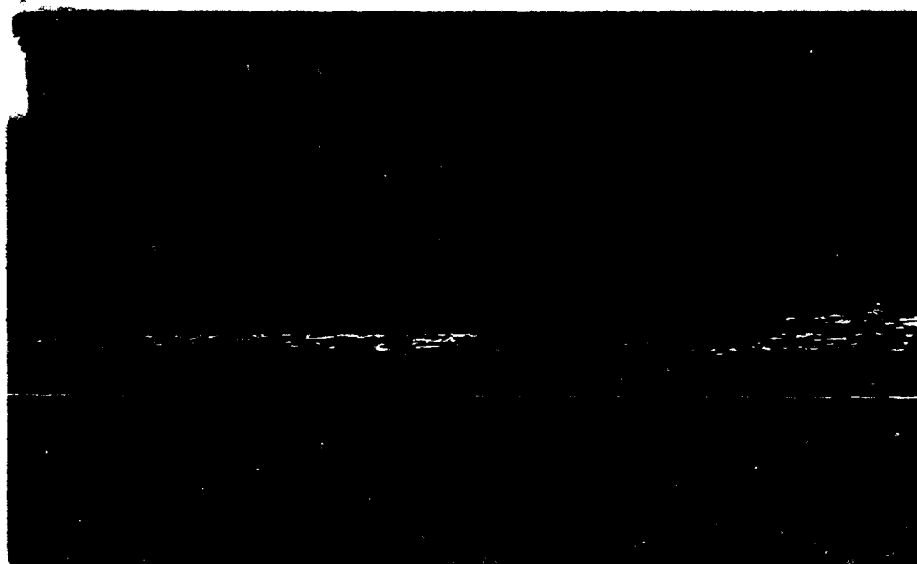
Yours very truly,

GIBRALTAR OIL CO.

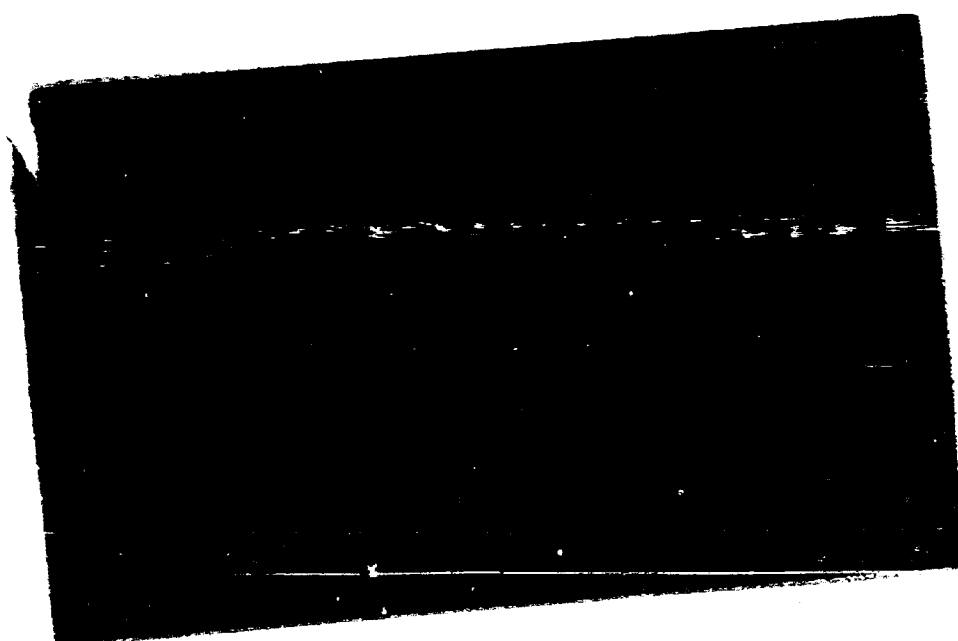
Charles Roe Keilty
Charles Roe Keilty
Vice-President
Manager, Land Dept.

CRK/ae









Form 3906-S (Rev. 2-22)

4574

Receipt for Registered Article No.

Fee paid 20 cents. Class postage 1

Declared value 10 Surcharges paid, \$ 1

Return Receipt fee 1 Spl. Del'y fee 1

Delivery restricted to addressee:

In person ✓ or order ✓ Fee paid 1

Accepting employee will place his initials in space

indicating restricted delivery.

NOTICE TO SENDER—Enter below name and address of addressee as an identification. Preserve and submit

this receipt in case of inquiry or application for indemnity.

Mr. Dan M. Clark (Name of addressee)

954 E. 2nd St. (P. O. and State address)

San Antonio, Tex.

Postmaster for San Antonio, Tex.

POSTMARK

07-16-1943 6 070

Fee paid 20 cents. Class postage 1

Declared value 10 Surcharges paid, \$ 1

Return Receipt fee 1 Spl. Del'y fee 1

Delivery restricted to addressee:

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Accepting employee will place his initials in space

indicating restricted delivery.

NOTICE TO SENDER—Enter below name and address of addressee as an identification. Preserve and submit

this receipt in case of inquiry or application for indemnity.

3 Juan P. Co. (Name of addressee)

San Antonio, Tex. (P. O. and State address)

Postmaster

San Antonio, Tex.

07-16-1943 6 070