

Case No.

840

Application, Transcript,
Small Exhibits, Etc.

CASE 840: Application of Texas Pacific
Coal & Oil Co. for non-standard gas pro-
duction unit, Jalmat Gas Pool

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

March 22, 1955

Mr. John Russell
CAMPBELL & RUSSELL
224 J. P. White Building
ROSWELL, NEW MEXICO

Dear Sir:

On behalf of your client, Texas Pacific Coal and Oil Company, we attach a copy of Order R-609 issued under date of March 16 in Case 840, which was heard on February 16.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:nr

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
CONSIDERING:

CASE NO. 840
Order No. R-609

THE APPLICATION OF TEXAS AND
PACIFIC COAL AND OIL COMPANY
FOR AN ORDER GRANTING APPROVAL
OF AN EXCEPTION PURSUANT TO RULE
5 (a) OF ORDER NO. R-520 IN THE
ESTABLISHMENT OF AN UNORTHODOX
GAS PRORATION UNIT OF 320 CONTIGUOUS
ACRES CONSISTING OF S/2 OF SECTION 11,
TOWNSHIP 22 SOUTH, RANGE 36 EAST,
NMPM, LEA COUNTY, NEW MEXICO, IN
THE JALMAT GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 16, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 16 day of March, 1955, the Commission, a quorum being present, having considered the record and the testimony adduced at said hearing, and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That pursuant to the provisions of Rule 5 (a) of Order No. R-520, the Commission has authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing.

(3) That applicant, Texas and Pacific Coal and Oil Company, is the owner of an oil and gas lease covering the land concerned herein which comprises other than a legal section, and described as follows:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
S/2 of Section 11

containing 320 acres, more or less.

(4) That applicant, Texas and Pacific Coal and Oil Company, has a producing gas well on the aforesaid lease known as Texas and Pacific

Order No. R-609

Coal and Oil Company State "A" a/c-2, Well No. 36, located 660 feet from the south line and 660 feet from the west line of Section 11, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, in the Jalmat Gas Pool.

(5) That said well was completed and on production prior to August 12, 1954, the effective date of Order No. R-520, and is located within the limits of the pool heretofore delineated and designated as the Jalmat Gas Pool.

(6) That the entire unorthodox proration unit as herein proposed may be assumed productive of gas from the Jalmat Gas Pool.

(7) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the full use and value of the lease herein described and the well located thereon.

(8) That the creation of the proration unit herein described is in the interests of conservation and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Texas and Pacific Coal and Oil Company for the approval of an unorthodox proration unit in the Jalmat Gas Pool be and the same hereby is approved, and a proration unit consisting of the following described acreage is hereby created:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
S/2 of Section 11

(2) That applicant's well, Texas and Pacific Coal and Oil Company State "A" a/c-2 Well No. 36, located in the S/2 of Section 11, Township 22 South, Range 36 East, NMPM, shall be granted an allowable in accordance with the Jalmat Gas Pool rules in the proportion that the above-described 320-acre proration unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission.

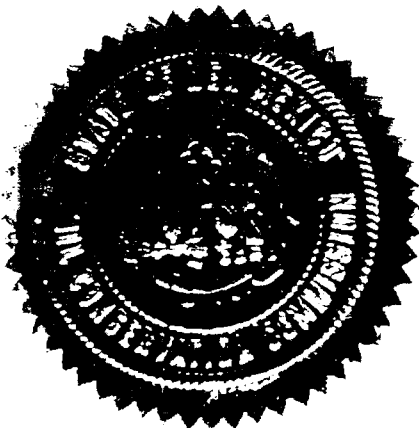
DONE at Santa Fe, New Mexico on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John F. ...
JOHN F. ... , Chairman

C. E. ...
C. E. ... , Member

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



BEFORE THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
TEXAS PACIFIC COAL AND OIL COMPANY
FOR AN EXCEPTION TO RULE 5(a) and
5(b) OF THE SPECIAL RULES FOR THE
JALANT GAS POOL, LEA COUNTY, NEW
MEXICO, FOR ITS STATE "A" a/c-2 WELL
#36, BEING 660 FT. FROM THE SOUTH AND
WEST LINES OF SECTION 11, TOWNSHIP 22
SOUTH, RANGE 36 EAST, N.M.P.M. LEA
COUNTY, NEW MEXICO

Case No. _____

COMES NOW Texas Pacific Coal and Oil Company and requests
the Commission to grant it an exception to Rule 5 of the Special
Rules of the Jalant Gas Pool for its State "A" a/c-2 Well #36, and
for its grounds therefor states:

1. Applicant seeks a non-standard gas proration unit
consisting of the $S\frac{1}{2}$ of Section 11, Township 22 South, Range 36 East,
Lea County, N. M., and the allocation of an appropriate gas allowable
to said unit.

2. The well to which Applicant seeks to have the allowable
granted for its State "A" a/c-2 Well #36 is situated 660 ft. from
the south and west lines of said Section 11. All of the said gas
proration unit lies wholly within a single governmental section.

3. There is attached hereto a plat showing the acreage
to be dedicated, the well location and the offset ownership.

4. The granting of the exceptions requested herein will
not adversely affect the correlative rights of any offset owners and
will protect and conserve the rights of Applicant and prevent waste
and avoid the drilling of unnecessary wells.

Wherefore, Applicant requests the Commission to set aside
the usual procedure, to be the same as required by law and
to issue its order granting Applicant an exception to the rules of
the Commission noted herein for its State "A" a/c-2 Well #36, and
allocating to the said well a 240-acre gas proration unit consisting
of the $S\frac{1}{2}$ of Section 11, Township 22 South, Range 36 East.

Very truly yours,

Robert W. Davis
Robert W. Davis

NEW MEXICO
OIL CONSERVATION COMMISSION

Gas Well Plat

Date January 14, 1955

Texas Pacific Coal & Oil Co. N. M. State "A" a/c-2 36
Operator Lease Well No.

Name of Producing Formation Yates & Seven Rivers Pool Jalmat

No. Acres Dedicated to the Well 320

SECTION 11 TOWNSHIP 22-S RANGE 36-E

	• 15	• 14	• 13
☼ 42		• 18 P&A	• 17
			• 16
☼ 36			

I hereby certify that the information given above is true and complete to the best of my knowledge.

Name John Yaronka
Position District Engineer
Representing Texas Pacific Coal & Oil Co.
Address Box 1638, Hobbs, New Mexico

(over)

INSTRUCTIONS

1. Is this gas well a dual completion? Yes _____ No. x.
2. If the answer to Question 1 is Yes, are there any other dually completed wells within the dedicated acreage?
Yes _____ No. _____.

A separate plat must be filed for each gas well, outlining the area dedicated to such well and showing the location of all other wells (oil and gas) within the outlined area.

Mail in duplicate to the district office for the district in which the well is located.

BEFORE THE
Oil Conservation Commission
SANTA FE, NEW MEXICO
January 12, 1966

IN THE MATTER OF:

CASE NO. 2-10

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:

The application of Texas Pacific Coal and Oil
Company for approval of a non-standard gas pro-
ration unit.

Applicant, in the above-styled cause, seeks an
order approving the creation of a 320-acre non-
standard gas proration unit in exception to
Rule 5(a) of the Special Rules and Regulations
for the Jalmat Gas Pool, as set forth in Order
R-520; said unit to consist of S/2 of Section
11, Township 22 South, Range 36 East, Lea County,
New Mexico.

Case No. 840

BEFORE:

Honorable John F. Simms
Mr. E. S. (Johnny) Walker
Mr. William B. Macey

TRANSCRIPT OF HEARING

MR. MACEY: The next case on the docket is Case 840.

MR. RUSSELL: John F. Russell, appearing on behalf of Texas
Pacific Coal and Oil Company, in Case 840.

J O H N Y U R O N K A ,

called as a witness, having been first duly sworn, testified as
follows:

DIRECT EXAMINATION

By MR. RUSSELL:

Q State your name to the Commission.

A John Yuronka, Petroleum Engineer with the Texas Pacific Coal
and Oil Company.

Q Have you previously been qualified to testify before the

Commission?

A I have.

MR. RUSSELL: Are his qualifications accepted?

MR. WALKER: Yes.

Q Are you familiar, Mr. Yuronka, with the application of Texas Pacific Coal and Oil Company for a 320 acre unit in the south half of Section 11, Township 22 South, Range 36 East?

A I am.

(Marked Texas Pacific Coal and Oil Company's Exhibit "A", for identification.)

Q Have you prepared what is marked as Exhibit "A", showing the location of this unit?

A I have.

Q What is the location of the well on this unit?

A The well is 660 feet from the south and west lines of Section 11.

Q Is the entire 320 acre tract under one lease?

A Yes, it is.

Q Who is the royalty owner of the entire acreage?

A The State.

Q Is Texas Pacific the owner of the entire working interest?

A Yes.

Q When was the well drilled?

A The well was completed in November of 1941.

Q Did it conform to the then existing rules, with regard to location of wells?

A It did.

Q Will you give the Commission a brief history of the well?

A As stated previously, it was completed in November, 1946, drilled to a depth of 3939; water level was found at 3930, consequently was plugged back to 3490. This would put it in a presently gas designated interval of the Jalmat Gas Pool. The well potential, 4,200 MCF per day. Flow test, deliverability test taken in September, 1954, was 4,148 MCF per day.

Q In your opinion, will this well effectively drain the acreage attributed to it?

A Yes.

Q In your opinion, is the entire unit productive of gas?

A Yes.

Q Who are the offset owners?

A Western Natural Gas.

MR. RUSSELL: I believe a representative here has a statement.

MR. VICARY: Western wants to consent to the unit and has no objection, and recommends that it be adopted.

Q Mr. Yuronka, in your opinion, will the granting of this unit prevent waste and protect correlative rights?

A It will.

MR. RUSSELL: I believe that is all.

MR. MACEY: Mr. Rhodes?

CROSS EXAMINATION

By MR. RHODES:

Q Mr. Yuronka, those oil wells to the east are, without exception, Perrose Oil Wells?

A Yes. Well 16 and 17 are completed in the Lower Green and the Upper Grayburg.

Q There is no oil being produced from any horizon higher than

the Queen?

A No.

MR. RHODES: That is all.

MR. MACEY: Anyone else? Is that all you have, Mr. Russell?

MR. RUSSELL: Yes. I would like to offer Exhibit 1 in evidence.

MR. MACEY: Is there objection to the introduction of this Exhibit? If not it will be received. We will take the case under advisement.

(Witness excused.)

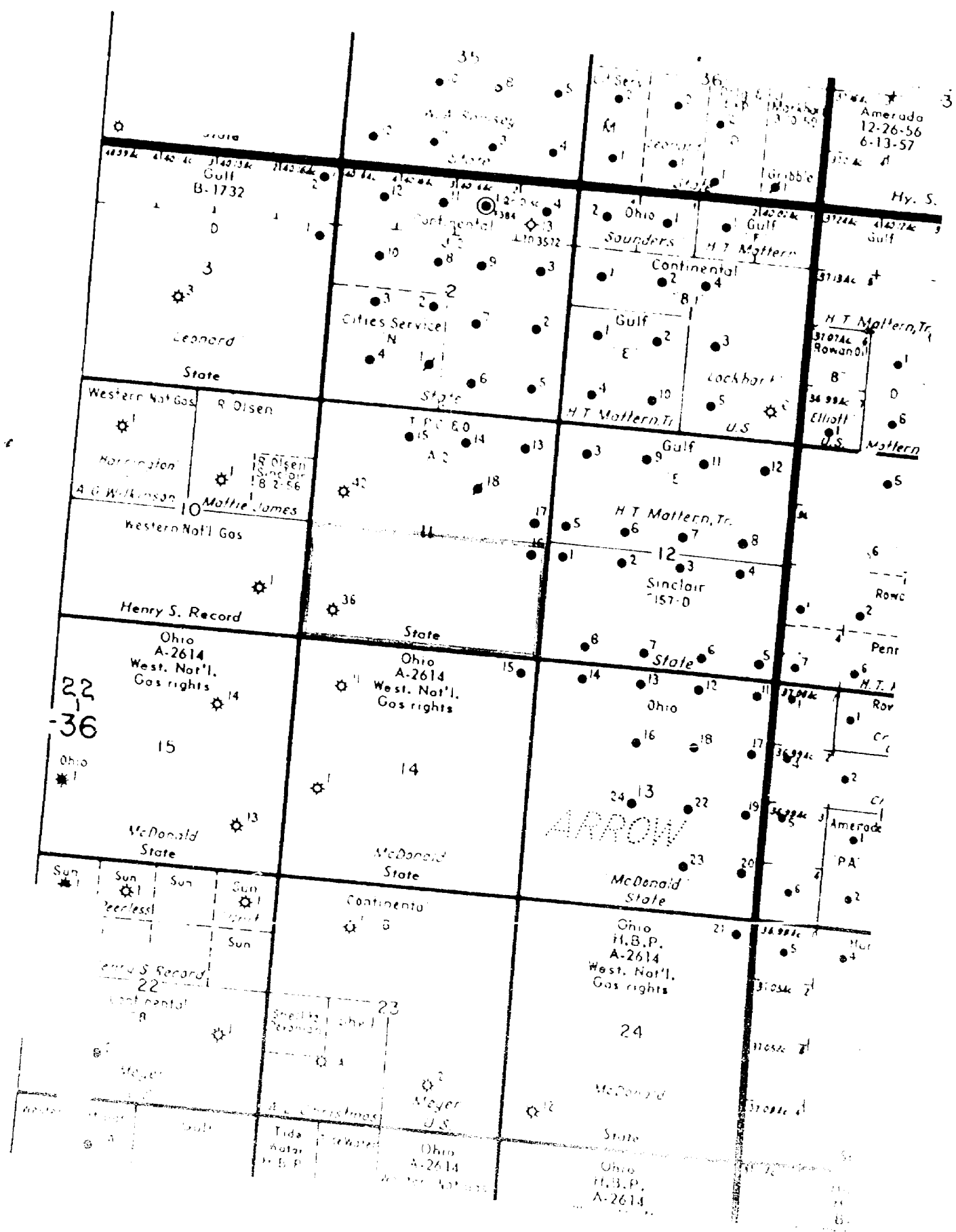
STATE OF NEW MEXICO)
: ss.
COUNTY OF BERNALILLO)

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 28th day of February, 1955.

Ada Dearnley
Notary Public, Court Reporter

My Commission Expires:
June 12, 1955



New Mexico Oil Conservation Commission
Post Office Box 871
Santa Fe, New Mexico

Gentlemen:

Texas Pacific Coal and Oil Company has informed us that they have requested the approval of an unorthodox gas proration unit under the provisions of Rule 5, Order No. R-520, covering their State of New Mexico "A" Account 2 No. 36 Well, located 660 feet from S & W, 11-22-36, Lea County, New Mexico. We have been advised that this unit consists of 320 acres situated in the S-1/2 Section 11, T22S, R36E, of Lea County, New Mexico.

Please accept this as our waiver of notice and hearing on this application since we have no objection to the formation of the specified unit.

Very truly yours

Western Natural Gas Company

By

Paul C. Wright

TEXAS PACIFIC COAL AND OIL COMPANY

GENERAL OFFICES

FORT WORTH 1

TEXAS

January 20, 1955

Mr. W. B. Macey - Secretary
New Mexico Oil Conservation Commission
P.O. Box 871
Santa Fe, New Mexico

Dear Sir:

Attached in triplicate is a request for an exception to Rule 5 of the Special Rules of the Jalmat Gas Pool for Texas Pacific Coal and Oil Company's State "A" Account 2 Well No. 36. In this request we seek formation of a non-standard 320 acre gas proration unit.

The offset ownership was inadvertently omitted from the accompanying plats. Amended plats will be furnished direct from our Hobbs Office.

We respectfully ask that this application be heard in February, if at all possible.

Yours very truly,

TEXAS PACIFIC COAL AND OIL COMPANY

By

Robert W. Smith

Assistant Manager of Production

J. R. Teague:B
Attachments

