

Case No.

927

Application, Transcript,
Small Exhibits, Etc.

CASE 9271 Application U.S. Potash Co. for
extension of Area "A" in potash-oil area,
Eddy County.

BEFORE THE
Oil Conservation Commission

SANTA FE, NEW MEXICO
July 14, 1955

IN THE MATTER OF:

CASE NO. 926 and 927

TRANSCRIPT OF PROCEEDINGS

ADA DEARNLEY AND ASSOCIATES

COURT REPORTERS
605 SIMMS BUILDING
TELEPHONE 3-6691
ALBUQUERQUE, NEW MEXICO

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
July 14, 1955

IN THE MATTER OF:

Application of National Farmers Union
Service Corporation for extension of Area
"B" and creation of a new Area "A" in the
potash-oil area in Eddy and Lea Counties,
New Mexico, as defined by Order R-111,
issued in Case 278.

Case 926

IN THE MATTER OF:

Application of U. S. Potash Company for
extension of Area "A" of the potash-oil
area in Eddy County, as defined by Order
R-111 issued in Case 278.

Case 927

BEFORE:

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

TRANSCRIPT OF PROCEEDINGS

MR. MACEY: Before we adjourn for lunch, I would like the
record to show that applicants in Cases 926 and 927 have requested
continuance of their cases to August 17th hearing.

Without objection, we will continue those to August 17th.

* * * * *

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 19th day of July, 1955.

Ada Dearnley
Notary Public, Court Reporter

My Commission expires:

June 19, 1959.

UNITED STATES POTASH COMPANY

INCORPORATED

GENERAL OFFICES
30 ROCKEFELLER PLAZA
NEW YORK 20, N. Y.



CARLSBAD, NEW MEXICO

June 17, 1955

Case 927

July 14
Re: [Signature]

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

Dear Sir:

In accordance with the provisions of O.C.C. order R-111 the United States Potash Co. Inc. hereby petitions for the enlargement of its "A" potash-oil area to encompass and include those lands held under Federal, State and Fee Potash Leases incorporated in the operating block specifically described as follows:

T20S, R30E	SE $\frac{1}{4}$	Sec. 12
	N $\frac{1}{2}$; SE $\frac{1}{4}$	Sec. 13
	S $\frac{1}{2}$; NE $\frac{1}{4}$	Sec. 24
	x (All) N $\frac{1}{2}$, SE $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$	Sec. 25
	x (All) E $\frac{1}{2}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$, SE $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$	Sec. 36
T21S, R29E	x (All) N $\frac{1}{2}$ NE $\frac{1}{4}$, N $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$	Sec. 1
	x (All) N $\frac{1}{2}$, SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$	Sec. 2
	x S $\frac{1}{2}$; S $\frac{1}{2}$ NE $\frac{1}{4}$; N $\frac{1}{2}$ NE $\frac{1}{4}$ W $\frac{1}{2}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$	Sec. 11
	x (All)	Sec. 12
	x (All) SW $\frac{1}{4}$ SW $\frac{1}{4}$	Sec. 13
	x (All) S $\frac{1}{2}$ S $\frac{1}{2}$, W $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$	Sec. 14
	E $\frac{1}{2}$ E $\frac{1}{2}$	Sec. 15
	x (NE $\frac{1}{4}$; N $\frac{1}{2}$ NW $\frac{1}{4}$) S $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$	Sec. 24
T20S, R31E	W $\frac{1}{2}$; W $\frac{1}{2}$ E $\frac{1}{2}$	Sec. 7
	All	Sec. 16
	SW $\frac{1}{4}$; W $\frac{1}{2}$ SE $\frac{1}{4}$; W $\frac{1}{2}$ NW $\frac{1}{4}$	Sec. 17
	All	Sec. 18
	NE $\frac{1}{4}$	Sec. 19
	All	Sec. 20
	All	Sec. 28
	All	Sec. 29
	S $\frac{1}{2}$	Sec. 31
	All	Sec. 32
	All	Sec. 33

Letter left out according to plat
the following
S $\frac{1}{2}$ & NW $\frac{1}{4}$ Sec. 17
all Sec. 30
N $\frac{1}{2}$ Sec. 31
7/27/55

Mr. Macey

-2-

June 17, 1955

T21S, R30E	Lots 3,4,5,6,11,12,13,14, N $\frac{1}{2}$ SW $\frac{1}{4}$	Sec. 3
	All	Sec. 4
	All	Sec. 5
	x(All) E $\frac{1}{2}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$	Sec. 6
	x(All) N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$	Sec. 7
	All	Sec. 8
	W $\frac{1}{2}$	Sec. 9
	All	Sec. 16
	N $\frac{1}{2}$; N $\frac{1}{2}$ SE $\frac{1}{2}$	Sec. 17
	x(All) E $\frac{1}{2}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$	Sec. 18

The United States Potash Company mining operations have outgrown the area "A" as described in Order R-111, Nov. 9, 1951.

Shaft No. 3 located in Section 13, Township 20 South, Range 30 East, was completed in 1954. Mining will be done in all directions radiating from No. 3 shaft.

Commercial beds of potassium chloride underlie the remaining acreage embraced in leases as described above. Some mining in these beds has been done from Shaft No. 2. Within the next ten years mining will be in progress under a substantial part of the lease block described above.

It is imperative that this lease block be transferred to "A" status to insure economic recovery and operation of these potash reserves.

Very truly yours,

UNITED STATES POTASH COMPANY

J. P. Smith
J. P. Smith
Chief Geologist

JPS:szf

Memo

11/17/05

From

WWM

Re: Case # 927

To

JWB

OK. To write order of dismissal.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

November 1, 1955

Mr. T. M. Gramer
U. S. Potash Company
Carlsbad, New Mexico

Dear Sir:

Enclosed please find a copy of Order R-111-A which has been written by the Commission in Case 278. If you desire any further copies of this order, please contact this office or the Artesia Office of the Commission.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:brp
Enclosure

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

January 9, 1956

Mr. T. M. Cramer
U. S. Potash Company
Carlsbad, New Mexico

Dear Sir:

We enclose a copy of Order R-732 issued December 14, 1955,
by the Oil Conservation Commission in Case 927.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:brp
Encl.

C
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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
CONSIDERING:

CASE NO. 927
ORDER NO. R-732

THE APPLICATION OF U. S. POTASH
COMPANY FOR EXTENSION OF AREA "A"
OF THE POTASH - OIL AREA IN EDDY
COUNTY, NEW MEXICO, AS DEFINED BY
ORDER R-111 IS UED IN CASE 278.

ORDER OF DISMISSAL

BY THE COMMISSION:

This cause came on for hearing before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission", on May 18, 1955, and was continued successively to the following dates: June 28, 1955; August 17, 1955; September 15, 1955; October 13, 1955, and November 16, 1955.

NOW, on this 14th day of December, 1955, the Commission, a quorum being present, having considered the records and testimony adduced, and being fully advised in the premises;

FINDS:

(1) That due notice having been given according to law and all interested parties having appeared, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That the subject matter of the application herein is now fully covered by Order R-111-A and that no further action is deemed necessary on subject application.

IT IS THEREFORE ORDERED:

That the application of the U. S. Potash Company for extension of Area "A" of the potash - oil area in Eddy County, as presently defined by Order R-111 issued in Case 278, be and the same is hereby dismissed.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John F. Simms
JOHN F. SIMMS, Chairman

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

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



UNITED STATES POTASH COMPANY

INCORPORATED

GENERAL OFFICES
30 ROCKEFELLER PLAZA
NEW YORK 20, N. Y.



Case 927

CARLSBAD, NEW MEXICO

November 11, 1955

Mr. William B. Macey, Director
Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Macey:

United States Potash Company requests dismissal of OCC Case 927. This case was an application by U. S. Potash Company for extension of Area "A" in the Potash-Oil area in Eddy County, as defined by Order R-111 issued in OCC Case 278.

This letter constitutes an application for dismissal by U. S. Potash Company for OCC Case 927.

Very truly yours,

UNITED STATES POTASH COMPANY

D. L. Libbey

AIR MAIL

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

August 22, 1955

Mr. T. M. Cramer
U. S. Potash Company
Carlsbad, New Mexico

Dear Sir:

Enclosed are six copies of the proposed rules for the
Potash - Oil Area as set forth in Case 278. The case will be
heard at the regular September 15th hearing of this Commission.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:brp
Encls.

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File
Cover
2.11

UNITED STATES POTASH COMPANY

INCORPORATED

GENERAL OFFICES
30 ROCKEFELLER PLAZA
NEW YORK 20, N. Y.

MAIN OFFICE OCC



CARLSBAD, NEW MEXICO

August 2, 1955

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

Dear Mr. Macey:

United States Potash Company makes application of continuation for our application for extension of (A) area under the regulations of OCC Order R-111 submitted to you in our letter of June 17, 1955.

We would like to continue our application of extension of (A) area under OCC Order R-111 to the September, 1955 Potash-Oil meeting or until this matter is resolved.

Very truly yours,

UNITED STATES POTASH COMPANY

J. M. Cramm

TMC:db