

100 acre application for 100 acre
no production unit, Eumont Gas Pool, & for
pooling of all interests therein.

Case No.

1048

Application, Transcript,
Small Exhibits, Etc.

GENERAL OFFICES
120 BROADWAY NEW YORK

MAIN OFFICE 000

1956 JUN 11 AM 8:36

AMERADA PETROLEUM CORPORATION

BEACON BUILDING
P.O. BOX 2040

TULSA 2, OKLA.

ROBERT J. STANTON
GENERAL COUNSEL
JOHN S. MILLER
ASSISTANT GENERAL COUNSEL

LEGAL DEPARTMENT

H. D. BUSHNELL
HAROLD J. FISHER
JAMES C. MCWILLIAMS
VIRGIL C. MORELLE
ARDEN E. ROSS
JOHN W. STEWART
ATTORNEYS

June 8, 1956

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

Att: Mr. A. L. Porter, Jr.,
Acting Secretary-Director

Gentlemen:

In response to my telephone request of May 28th, you mailed to us a copy of Order R-805, out of Case No. 1048, which was attached to your letter of transmittal of May 31, 1956.

In our conversation you advised that the order was to be signed on May 28, 1956. The copy of the Order furnish shows no evidence that it has been signed and the date of the order was left blank.

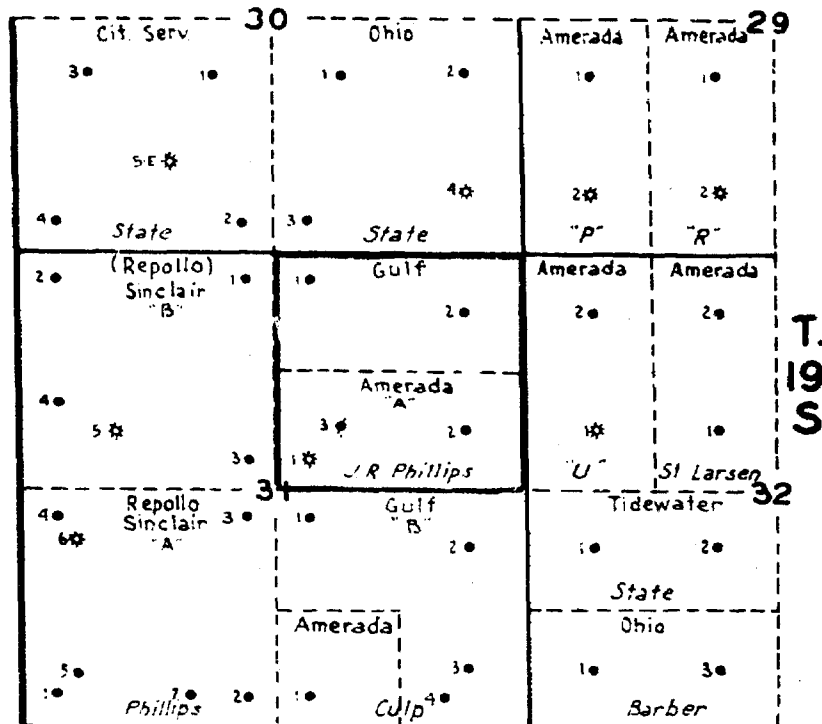
We have assumed that the order was signed on May 28, 1956, and request that you confirm our assumption for the benefit of our files.

Very truly yours,


H. D. BUSHNELL.

HDB:FC

R. 37 E.



BEFORE THE
OIL CONS. COMMISSION
SANTA FE, NEW MEXICO
Amerada's EXHIBIT No. 1
CASE 1048

OPERATOR OF LEASE Amerada Petroleum Corporation NAME OF LEASE J. R. Phillips "A" Gas Unit
TOTAL ACRES IN LEASE 160 ACRES COVERED BY THIS PLAT 160
DESCRIPTION OF PROPERTY N 1/4 of Section 31, T. 19 S., R. 37 E.
COUNTY Lea FIELD Eumont Gas
SCALE OF PLAT 1" = 2000'

STATE OF OKLAHOMA
COUNTY OF TULSA

I HEREBY CERTIFY THAT I AM FAMILIAR WITH THE CONDITIONS AS THEY ACTUALLY EXIST ON THIS LEASE. THAT THE ABOVE PLAT WHICH IS DRAWN TO THE SCALE INDICATED HEREON IS TO THE BEST OF MY KNOWLEDGE TRUE AND CORRECT. THAT IT ACCURATELY REFLECTS SAID LEASE WITH ALL WELLS THEREON AND THAT THE NUMBER AND LOCATION OF WELLS THEREON ARE AS INDICATED ON THE PLAT.

R. S. Christie

SUBSCRIBED AND SWORN TO BEFORE ME THIS 9th DAY OF March 195 6

Margaret L. Jany
NOTARY PUBLIC IN AND FOR

Tulsa COUNTY Oklahoma

AMERADA P. 245

My commission expires November 30, 1959

GENERAL OFFICES
120 BROADWAY NEW YORK

AMERADA PETROLEUM CORPORATION

BEACON BUILDING
P. O. BOX 2040

TULSA 2, OKLA.

March 29, 1956

OIL CONSERVATION COMMISSION
BEFORE THE
SANTA FE, NEW MEXICO
CASE 1048 EXHIBIT NO. 4

New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Gentlemen:

Attached is a photostatic copy of a schedule furnished this office by Gulf Oil Corporation on March 23, 1956, showing the division of ownership under its J. R. Phillips lease 21293 covering the N/2 NE/4 of Section 31-19S-37E, Lea County, New Mexico. All of the owners listed on the attached schedule have been given the opportunity to agree to pool their interests in said tract with the owners in all of the NE/4 of said Section 31, and as of Thursday, March 29, 1956, all such owners, except those shown below, have executed agreements to pool their respective interests:

Name	Interest
*The Texas Company	031250
L. W. Wickes Agent Corporation	000976
Hal M. Nicolai	000267
Louise A. Nicolai	000267
Harold E. Bickford	005859
Jessie Hosmer Brown	000246
Margaret Farwell	000491
Louis B. Guthmann	000491
Roger K. Huston	000164
J. I. Blair Larned	000260
Gertrude I. Lyons	000130
Robert T. Mack	000491
Elsie A. Marti	000164
Dorothy Malone Murphy	000164
Norris D. Pease	000651
Joseph Salomon	000983
Elizabeth Siman	000491
E. D. Soward	001563
Dr. Ralph Sullivan	000491
Midwest Oil Corporation	021875
William David Maginnes	000163
Annie Bristol Maginnes	000164
Agnes Mck Maginnes	000164
Wallace C. Brown	000737
Helen Brown Ritsher	000737
Edward J. Deegan	001042
Miles Petru	000491
Herbert L. McCarthy	000491
Edmund J. Petru	000983
	<hr/>
	.072246

Pg-2

3-29-56

* Although we have not received an executed Agreement for Pooling Gas Interests, we have been assured that The Texas Company would consent to the pooling of its interest.

Yours very truly,

AMERADA PETROLEUM CORPORATION

By


F. W. Hulsizer

FWH:ah
Att.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 31, 1956

C
O
P
Y

Mr. H. D. Bushnell
Amerada Petroleum Corporation
P.O. Box 2040
Tulsa 2, Oklahoma

Dear Sir:

We enclose a copy of Order R-805 issued May 28, 1956, by the Oil Conservation Commission in Case 1048, which was heard on April 3rd at Hobbs.

Very truly yours,

A. L. Porter, Jr.
Acting Secretary - Director

brp
Encl.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 11, 1956

C
O
P
Y

Mr. H. D. Bushnell
Amerada Petroleum Corporation
P.O. Box 2040
Tulsa 2, Oklahoma

Dear Sir:

Reference is made to your letter of June 8, 1956, regarding the date of Order R-805 issued in Case 1048.

This letter will confirm the date of this order as May 28th.

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

ALP:brp

Registered Mail - Return Receipt Requested

**Gulf Oil Corporation
P. O. Box 2167
Hobbs, New Mexico**

**Sinclair Oil and Gas Company
Box 1470
Hobbs, New Mexico**

**Tidewater Associated Oil Company
P. O. Box 1404
Houston 1, Texas
Attention: Mr. J. B. Holloway**

**Cities Service Oil Company
P. O. Box 97
Hobbs, New Mexico
Attention: Mr. J. D. Albright**

**cc: Oil Conservation Commission
State of New Mexico
P. O. Box 2045
Hobbs, New Mexico**

R. 37 E.

<p>Cit. Serv. 30</p> <p>3• 1• 1• 2•</p> <p>SE*</p> <p>4• State 2• 3• State 4•</p>	<p>Ohio</p> <p>1• 2•</p> <p>4•</p> <p>State</p>	<p>Amerada 29</p> <p>1• 1•</p> <p>2• 2•</p> <p>"P" "R"</p>	
<p>(Repollo) Sinclair "B"</p> <p>2• 1•</p> <p>4• 5•</p>	<p>Gulf</p> <p>1• 2•</p> <p>Amerada "A"</p> <p>3• 2•</p> <p>J.R. Phillips</p>	<p>Amerada</p> <p>2• 2•</p> <p>1• 1•</p> <p>"U" St. Larsen</p>	<p>T. 19 S</p>
<p>Repollo Sinclair "A"</p> <p>4• 3•</p> <p>5• 1•</p> <p>Phillips</p>	<p>Gulf "B"</p> <p>1• 2•</p> <p>Amerada</p> <p>3• 4•</p> <p>Culp</p>	<p>Tidewater 32</p> <p>1• 2•</p> <p>State Ohio</p> <p>1• 3•</p> <p>Barber</p>	

OPERATOR OF LEASE Amerada Petroleum Corporation NAME OF LEASE J. R. Phillips "A" Gas Unit
TOTAL ACRES IN LEASE 160 ACRES COVERED BY THIS PLAT 160
DESCRIPTION OF PROPERTY NE 1/4 of Section 31, T. 19S, R. 37E
COUNTY Lea FIELD Eumont Gas
SCALE OF PLAT 1" = 2000'

STATE OF Oklahoma
COUNTY OF Tulsa

I HEREBY CERTIFY THAT I AM FAMILIAR WITH THE CONDITIONS AS THEY ACTUALLY EXIST ON THIS LEASE; THAT THE ABOVE PLAT WHICH IS DRAWN TO THE SCALE INDICATED HEREON IS TO THE BEST OF MY KNOWLEDGE TRUE AND CORRECT; THAT IT ACCURATELY REFLECTS SAID LEASE WITH ALL WELLS THEREON; AND THAT THE NUMBER AND LOCATION OF WELLS THEREON ARE AS INDICATED ON THE PLAT.

R.S. Christie

SUBSCRIBED AND SWORN TO BEFORE ME THIS 9th DAY OF March 195 6

[Signature]
NOTARY PUBLIC IN AND FOR

My commission expires December 8, 1957
AMERADA P-288

Tulsa COUNTY Oklahoma

Registered Mail - Return Receipt Requested

Gulf Oil Corporation
P. O. Box 2167
Hobbs, New Mexico

Sinclair Oil and Gas Company
Box 1470
Hobbs, New Mexico

Tidewater Associated Oil Company
P. O. Box 1404
Houston 1, Texas
Attention: Mr. J. B. Holloway

Cities Service Oil Company
P. O. Box 97
Hobbs, New Mexico
Attention: Mr. J. D. Albright

cc: Oil Conservation Commission
State of New Mexico
P. O. Box 2045
Hobbs, New Mexico

BEFORE THE CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
AMERADA PETROLEUM CORPORATION FOR AN
ORDER ESTABLISHING A NON-STANDARD
PRORATION UNIT CONSISTING OF THE NE/4
OF SECTION 31, TOWNSHIP 19 SOUTH,
RANGE 37 EAST, LEA COUNTY, NEW MEXICO,
AND THE POOLING OF INTERESTS THEREIN
AS TO THE GAS RIGHTS WITHIN THE VERTICAL
LIMITS OF THE EUMONT GAS POOL.

MAIN OFFICE OCC

MAR 9 8:32

CASE NO.

1048

Comes now Amerada Petroleum Corporation and alleges and states the following in this Application:

1. That Amerada Petroleum Corporation is owner of the operating rights under the S/2 of the NE/4 of Section 31, Township 19 South, Range 37 East, Lea County, New Mexico. Amerada Petroleum Corporation's J. R. Phillips "A" Well No. 1, located 2310' from the North line and 2310' from the East line of Section 31, Township 19 South, Range 37 East, Lea County, New Mexico, is presently being assigned 80-acres for proration purposes. J. R. Phillips "A" Well No. 1 was completed as a gas well in December 12, 1952.

2. Gulf Oil Corporation is the owner of the J. R. Phillips lease which covers the N/2 of the NE/4 of this Section 31.

3. Amerada Petroleum Corporation and Gulf Oil Corporation have agreed to enter into a unit for the purpose of producing their respective shares of gas from the Eumont Pool, underlying the NE/4 of Section 31, Township 19 South, Range 37 East, Lea County, New Mexico, pending approval of a 160-acre non-standard gas proration unit.

4. The proposed non-standard gas proration unit will meet the requirements of Rule 5(b) of the Oil Conservation Commission Order No. R-520, as follows:

- (a) The non-standard gas proration unit consists of contiguous quarter-quarter sections.
- (b) The non-standard gas proration unit lies wholly within a single governmental section.
- (c) The entire non-standard gas proration unit may reasonably be presumed to be productive of gas.
- (d) The length or width of the non-standard gas proration unit does not exceed 5,280 feet.
- (e) By a copy of this application, all operators owning interest in the section in which the non-standard gas proration unit is located, and all operators owning interest within 1500 feet of Amerada's J. R. Phillips "A" No. 1, well have been notified by registered mail of this application.

5. A plat showing acreage to be dedicated, well location, and offset ownership, is attached.

WHEREFORE, Applicant respectfully requests that this application be set for hearing, that notice of such hearing be given as required by law, and that upon the conclusion of said hearing this Commission enter its order establishing a 160-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the NE/4 of said Section 31, and the pooling thereunder of all interests in the gas rights within the vertical limits of the Eumont Gas Pool as defined in this Commission's Order R-520, in the manner as herein provided.

AMERADA PETROLEUM CORPORATION

By

R. S. Christie
R. S. Christie

March 9, 1956

Subscribed and sworn to before me this 9th day of March, 1956.

My commission expires:

Norothy M. Harrison
Notary Public

December 8, 1957

GENERAL OFFICES
120 BROADWAY NEW YORK

*Ex. H. H. H. H.
4-3-56
H. H. H.*

MAIN OFFICE OCC

1956 MAR 12 AM 8:32

AMERADA PETROLEUM CORPORATION

BEACON BUILDING
P. O. BOX 2040

TULSA 2, OKLA.

March 9, 1956

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

Attention: Mr. W. B. Macey, Sec.-Director

Gentlemen:

Attached is an application, in triplicate,
for an order establishing a non-standard gas proration
unit consisting of the NE/4 of Section 31, Township 19
South, Range 37 East.

We have no objection to this case being heard
before an Examiner.

Yours very truly,

R. S. Christie

R. S. Christie

RSC/mh

*Sent
copy to
Docket
3/19/56*

BEFORE THE
OIL CONSERVATION COMMISSION
Hobbs, New Mexico
April 3, 1956

IN THE MATTER OF:)
CASE 1048)

TRANSCRIPT OF PROCEEDINGS

BEFORE THE
OIL CONSERVATION COMMISSION
Hobbs, New Mexico
April 3, 1956

IN THE MATTER OF:

The application of Amerada Petroleum Corporation for an order granting a 160-acre non-standard gas proration unit in the Eumont Gas Pool, Lea County, New Mexico, in exception to Rule 5 (a) of the Special Rules and Regulations of the Eumont Gas Pool as set forth in Order R-520.

Applicant, in the above-styled cause, seeks an order granting the establishment of a 160 acre non-standard gas proration unit in the Eumont Gas Pool, Lea County, New Mexico; said unit to consist of the NE/4 of Section 31, Township 19 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico; said unit to be dedicated to applicant's J. R. Phillips "A" well No. 1 located 2310 feet from the North and East lines of said Section 31.

CASE NO. 1048

BEFORE:

Warren W. Mankin, Examiner

TRANSCRIPT OF HEARING

EXAMINER MANKIN: The next case is Case No. 1048, which is the application of Amerada for an order granting a 160-acre non-standard proration unit in the Eumont Gas Pool and for forced pooling of gas interests.

MR. HINKLE: Mr. Examiner, Clarence Hinkle, Roswell, appearing on behalf of the Amerada Petroleum Corporation. We have one witness, Mr. William Abbott whom I would like to have sworn.

MR. WILLIAM ABBOTT

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

BY MR. HINKLE:

Q. State your name please.

A. W. G. Abbott

Q. Where do you live, Mr. Abbott?

A. Here in Hobbs.

Q. By whom are you employed?

A. Amerada Petroleum Corporation.

Q. In what capacity?

A. District Engineer.

Q. Have you previously testified before the Conservation Commission?

A. Yes, Sir.

Q. Are his qualifications acceptable?

MR. MANKIN: Yes, Sir.

Q. Are you familiar with the application which has been filed by the Amerada Petroleum Corporation for the formation of a non-standard gas unit consisting of the NE/4 of Section 31, Township 19 South, Range 37 East?

A. Yes, Sir.

Q. Are you familiar with the Eumont Gas Pool in which this is located?

A. Yes, Sir.

Q. Are you familiar with the ownership of the leases covering the NE/4 of Section 31?

A. Yes, sir.

Q. Who are those leases owned by?

A. Amerada owns the S/2 of the NE/4 of the Section 31, Township 19 South, Range 37 East and Gulf owns the N/2 of that quarter section.

Q. Is this fee land?

A. Yes, sir.

Q. Does this proposed non-standard unit consist of contiguous quarter-quarter sections?

A. Yes, sir.

Q. Does it lie wholly within a single governmental section?

A. Yes, sir, it does.

Q. I hand you Amerada's Exhibit No. 1 and ask you to state to the Commission what that shows.

A. This is a plat showing the proposed non-standard gasproration unit in a section consisting of the NE/4 of Section 31, Township 19 South, Range 37 East. The proposed unit is outlined in red. Also it shows the offsetting leases and with the well locations and also the gas wells located in the Eumont Gas Pool.

Q. Are all the gas wells shown on this Exhibit within the vertical limits of the Eumont Field?

A. Yes, sir, they are.

Q. Has the Amerada Petroleum Corporation drilled a well on the proposed unit?

A. Yes, sir, we have a single completion gas well near our Phillips No. 1 which has been producing for some time in the Eumont Pool.

Q. Where is it located?

A. That is located 2,310 feet from the North and East lines of Section 31.

Q. What is the potential or the capability of the well?

A. The open flow potential on that well is 4,330,000 cubic feet per day.

Q. Is the well capable of producing a full allowable for the 160 acres?

A. Yes, sir.

Q. State whether or not in your opinion the entire NE/4 of Section 31 is reasonably presumed to be productive of gas.

A. It is productive of gas and it is completely surrounded by other gas wells.

Q. In connection with this application, do you know whether or not all of the offset owners in the section and all operators owning interests within 1500 feet of your well that you have just testified to, have been notified by registered mail?

A. Yes, sir, they have.

Q. Have you received any protests to the formation of this unit?

A. No, we have not.

Q. Do you know what the status of the gas pooling agreement or communitization agreement is?

A. The pooling agreement has been signed by Amerada and Gulf.

Q. And has the Amerada and Gulf also entered into an operating agreement in connection with this well?

A. Yes, sir, they have.

MR. HINKLE: I believe that is all.

MR. MANKIN: You have nothing further to offer in regard to pooling---

MR. HINKLE: I have here a copy of the Gas Pooling Agreement which he has testified as being entered into. This is not a signed copy which I would like to offer as an Exhibit.

MR. MANKIN: Would you like to offer this as an Exhibit?

MR. HINKLE: As an Exhibit together with Exhibit No. 1.

MR. MANKIN: As Exhibit 2?

MR. HINKLE: This would be No. 2. I would like to have those numbered.

MR. MANKIN: I have particular reference to the portion of the application which had to do with the pooling of all interests of gas rights. Is that to be working interests or what was the connection in regard to royalty interests?

MR. HINKLE: I don't think that Mr. Abbott is qualified to testify in regard to that, however, I have here an affidavit made by Mr. Floyd Kelper who is custodian of the lease and royalty records of the Amerada at Tulsa in which he states that as far as the Amerada lease is concerned he gives all of those who have executed pooling agreements in connection with the unit and also gives a list and interests of those who have not, up to date, executed pooling agreements. Those who have executed pooling agreements, their interests amount to approximately 69% of the outstanding royalty. Now as far as the Gulf is concerned we also have another statement from Mr. Kelper. No, this is from Mr. F. W. Hulsizer of the Amerada in which he states -- he gives the interests of those who have agreed to the pooling agreement and their interests together amount to 66.71%. If there is no objection I would like to have identified and offer in evidence this affidavit of Mr. Kelper as to the royalty interests of those who have agreed to the pooling and those who have not.

MR. MANKIN: In regard to Amerada's interests, will that be Exhibit 3?

MR. HINKLE: Exhibit 3.

MR. MANKIN: Did you likewise wish to introduce --

MR. HINKLE: The other one is just in form of a letter but we will introduce it.

MR. MANKIN: We would like to have it.

MR. HINKLE: Mark it Exhibit 4 and offer in evidence.

MR. MANKIN: Do you have the addresses of the individuals concerned here, and could that be made available?

MR. HINKLE: They can be made available and if the Commission desires we can furnish-- I believe Mr. Kelper says within three weeks, the names and addresses already shown, the addresses are of the others in regard to the Gulf.

MR. MANKIN: The addresses are shown for the Amerada but the addresses are not shown for the Gulf.

MR. HINKLE: I believe he states that those can be furnished within about three weeks, to get them all together.

MR. MANKIN: Could that be furnished to the Commission, to supplement Exhibit 4?

MR. HINKLE: Yes, we would be glad to do that.

MR. MANKIN: So you are asking in this particular case that there be forced pooling of the royalty interests that has not entered into pooling agreements, both of the Amerada and of the Gulf's interests?

MR. HINKLE: Yes. They are all included as I understand it, in the notice which was given in connection with this case and so far there has been no protest filed.

MR. MANKIN: And if there is any change within the next three weeks in regard to agreements of those that have not previously agreed to the pooling-- could that be furnished to the Commission?

MR. HINKLE: We would be glad to submit that to the Commission.

MR. MANKIN: So that our records are complete. Do you wish to enter at this time all the Exhibits 1, 2, 3 ---

MR. HINKLE: Yes, I enter them all in evidence.

MR. MANKIN: Is there objection to entering Exhibits 1, 2, 3 & 4 in this case? If not, they will be so entered.

MR. HINKLE: I believe that is all I have.

MR. MANKIN: Is there a question of the witness in this case? If not, the witness may be excused and we will take the case under advisement.

STATE OF NEW MEXICO)

ss

COUNTY OF SANTA FE)

I, Dora Serna, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Commission Examiner at Hobbs, New Mexico, is a true and correct record, to the best of my knowledge, skill and ability.

Dated at Santa Fe, New Mexico this 7th day of August, 1956.

Dora Serna

**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. 1048
Order No. R-805**

**THE APPLICATION OF AMERADA
PETROLEUM CORPORATION FOR
AN ORDER GRANTING AN APPROVAL
OF AN EXCEPTION PURSUANT TO
RULE 8 (a) OF THE SPECIAL
RULES AND REGULATIONS FOR THE
EUMONT GAS POOL AS SET FORTH
IN ORDER R-529 IN ESTABLISHMENT
OF A NON-STANDARD GAS PRORATION
UNIT OF 160 CONTIGUOUS ACRES
CONSISTING OF NE/4 SECTION 31,
TOWNSHIP 19 SOUTH, RANGE 37 EAST,
LEA COUNTY, NEW MEXICO, AND FOR
THE POOLING OF INTERESTS THEREIN
AS TO THE GAS RIGHTS WITHIN THE
VERTICAL LIMITS OF THE EUMONT
GAS POOL.**

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10 o'clock a.m. on April 3, 1956 at Hobbs, New Mexico, before Warren W. Mankin, Examiner duly appointed by the Oil Conservation Commission of New Mexico, in accordance with Rule 1214 of the Rules and Regulations of the New Mexico Oil Conservation Commission.

NOW, on this 28th day of May 1956, the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission", a quorum being present, having considered said application and the recommendations of the Examiner, Warren W. Mankin, 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 case and the subject matter thereof.

(2) That pursuant to the provisions of Rule 8 (a) of the Special Rules and Regulations of the Eumont Gas Pool as set forth in Order No. R-529, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing by the Commission.

(3) That applicant, Amerada Petroleum Corporation and the Gulf Oil Corporation are the owners of oil and gas leases in Lea County, New Mexico, a portion of which consists of other than a legal section and described as follows, to-wit:

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM
NE/4 Section 31

containing 160 acres, more or less.

(4) That applicant, Amerada Petroleum Corporation by operating agreement with Gulf Oil Corporation have pooled all the working interests under the aforesaid described acreage.

(5) That applicant, Amerada Petroleum Corporation, has a producing well on the aforesaid acreage known as their J. R. Phillips "A" Well No. 1 located 2310 feet from the North and East lines of said Section 31, and completed in the Eumont Gas Pool prior to the issuance of Order R-529.

(6) That it is impractical to pool applicants said lease with adjoining acreage in the Eumont Gas Pool and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit of 160 acres.

(7) That applicant has in good faith unsuccessfully attempted to voluntarily pool all royalty interests in aforesaid acreage.

(8) That denial by the Commission to pool the properties so requested in the application would deprive or tend to deprive the owner of such tract of the opportunity to recover its just and equitable share of the crude petroleum or natural gas or both in the pool.

(9) That creation of a proration unit consisting of the aforesaid acreage and the pooling of all interests therein will not cause but will prevent waste and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of the Amerada Petroleum Corporation for approval of a non-standard gas proration unit in exception to Rule 5 (a) of the Special Rules and Regulations for the Eumont Gas Pool as set forth in Order R-529, said unit consisting of the following described acreage, Lea County, New Mexico;

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM
NE/4 Section 31

be and the same is hereby approved, and a proration unit consisting of the aforesaid acreage is hereby created.

(2) That applicants well, J. R. Phillips "A" Well No. 1, located in the SW/4 NE/4 of Section 31, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico, shall be granted an allowable in the proportion that the above-described 160 acre unit bears to the standard proration unit for the Eumont Gas Pool.

(3) That the following described properties are hereby pooled to constitute a 100 acre drilling and production unit for the gas and associated hydrocarbons within the vertical limits of the Eumont Gas Pool:

The NE/4 of Section 31, Township 19
South, Range 37 East, Lea County,
New Mexico.

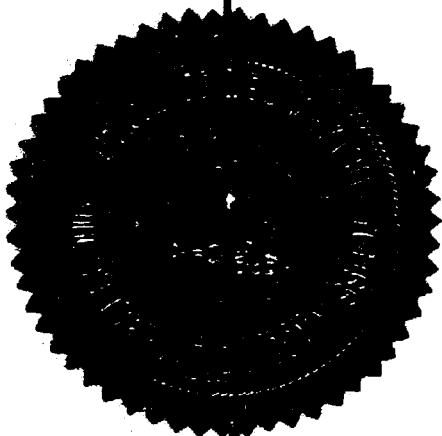
DONE at Santa Fe, New Mexico, on the day and year
hereinafter designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John F. Sims
JOHN F. SIMS, Chairman

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

A. L. Porter, Jr.
A. L. PORTER, Jr., Member & Secretary



GAS POOLING AGREEMENT

THIS AGREEMENT made and entered into the _____ day of _____, 1956, by and between AMERADA PETROLEUM CORPORATION, hereinafter called "AMERADA", and GULF OIL CORPORATION, hereinafter called "GULF",

WITNESSETH, that

WHEREAS, AMERADA is the present owner of the following valid and existing oil and gas leases covering lands in Lea County, New Mexico:

Lease dated June 24, 1932, executed by J. R. Phillips and Bonnie Belle Phillips, wife, Lessors, to G. W. Perryman, Lessee, covering the 8/2 NE/4 of Section 31-198-37E, recorded in Book 24, Page 133 of the records of said county;

Lease dated June 2, 1933, executed by Gaspar Trading Company Inc., Lessor, to Amerada Petroleum Corporation, Lessee, covering the 8/2 NE/4 of Section 31-198-37E, recorded in Book 18, Page 232 of the records of said county;

Lease dated March 5, 1935, executed by Midland Oil Company, Lessor, to Amerada Petroleum Corporation, Lessee, covering the 8/2 NE/4 of Section 31-198-37E, recorded in Book 18, Page 448 of the records of said county.

WHEREAS, GULF is the present owner of the following valid and existing oil and gas leases covering lands in Lea County, New Mexico:

Lease dated August 11, 1926, executed by Joseph R. Phillips and Bonnie Belle Phillips, wife, and A. J. Crawford and Minnie May Crawford, his wife, Lessors, to A. S. Everest, Lessee, covering the E/2 NE/4 of Section 31-198-37E.

WHEREAS, it is the desire of AMERADA and GULF that this agreement cover the NE/4 of Section 31, Township 19 South, Range 37 East, N.M.P.M., Lea County, New Mexico as to dry gas and associated liquid hydrocarbons produced from a gas well, as defined by the New Mexico Oil Conservation Commission, within the vertical limits of the Esmont Gas Pool, as defined in said Commission's Order No. R-520, said area being hereinafter referred to as the "Pooled Production Unit", and

WHEREAS, in order to comply with existing rules and regulations governing gas well spacing and gas proration units, and to acquire a gas allowable for the above described pooled proration unit, it is the desire of the parties hereto to pool all leasehold and royalty interests in order to form one tract or unit, and

WHEREAS, AMERADA desires to operate the pooled proration unit as an entirety for the purpose of developing and producing dry gas and associated liquid hydrocarbons in accordance with the terms and provisions of this agreement.

NOW, THEREFORE, in consideration of the premises and the mutual advantages offered by this agreement, it is mutually covenanted and agreed by and between the parties hereto that the pooled proration unit shall be developed and operated by AMERADA, its successors or assigns, for the production therefrom of dry gas and associated liquid hydrocarbons as an entirety, with the understanding and agreement that the dry gas and associated liquid hydrocarbons from the pooled proration unit shall be allocated among the present or future owners of leasehold or royalty interests in the proportion that the acreage interest of each bears to the entire acreage interest committed hereto. There shall be no obligation on AMERADA, or its successors or assigns, to offset any gas well or wells on separate component tracts into which such pooled proration unit is now or may hereafter be divided; nor shall AMERADA its successors or assigns be required to separately

measure said dry gas or associated liquid hydrocarbons by reason of the diverse ownership of such production in and under said tract, but the lessee shall not be released from the obligation to protect said pooled tract from drainage by any gas well or wells which may be drilled offsetting the said tract. Payment of rentals under the terms of the leases hereinabove mentioned and described shall not be affected by this agreement except as may be herein otherwise provided.

It is further agreed that the commencement, completion, continued operation or production of a well or wells for dry gas and associated liquid hydrocarbons on the pooled proration unit shall be construed and considered as the commencement, completion, continued operation or production from each and all of the lands within and comprising said pooled proration unit, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.

It is the intention of the parties hereto that this agreement shall include and affect only dry gas and associated liquid hydrocarbons produced through a gas well or gas wells as defined by the New Mexico Oil Conservation Commission located on the pooled proration unit and shall not include or affect in any manner whatsoever any of the production of hydrocarbons from any oil well located on the pooled tracts or any of the production of hydrocarbons from other than the Sumont Gas Pool as above defined.

It is further agreed that all production of dry gas and associated liquid hydrocarbons and disposal thereof shall be in conformity with allocations made or fixed by and duly authorized person or regulatory body under applicable Federal or State statute. The provisions of this agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations which affect the performance of any of the provisions of this agreement, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from compliance with any such law, order, rule or regulation.

This agreement shall be effective as of the date upon which the unit allowable established by the New Mexico Oil Conservation Commission first becomes effective and shall remain in force and effect for a period of one (1) year and so long thereafter as dry gas, with or without associated liquid hydrocarbons, is produced from any part of said pooled proration unit in paying quantities. It is further provided that after the expiration of said one-year period should the unit well or wells be reclassified by the New Mexico Oil Conservation Commission, or should the pooled proration unit cease to produce gas in paying quantities from any cause, this agreement shall not terminate, if within six (6) months after the date of any such reclassification or cessation of such production, Operator shall commence operations for the purpose of restoring gas production from the unit, in which event this agreement shall remain in full force and effect during the period such operations are being diligently prosecuted and so long thereafter as dry gas, with or without associated liquid hydrocarbons, is produced from said unit in paying quantities.

IN WITNESS WHEREOF, the parties hereto have executed this agreement the day and year herein first above written.

ATTEST:

Assistant Secretary

ATTEST:

Secretary

AMERADA PETROLEUM CORPORATION

By _____

President

GULF OIL CORPORATION

By _____

President

STATE OF OKLAHOMA

COUNTY OF TULSA

} ss

On this _____ day of _____, 1956, before me appeared

_____, to me personally known, who, being by me duly sworn, did say that he is the _____ President of AMERADA PETROLEUM CORPORATION, and that the seal affixed to said instrument is the corporate seal of said corporation and that said instrument was signed and sealed in behalf of said corporation by authority of its Board of Directors, and said _____ acknowledged said instrument to be the free act and deed of said corporation.

Given under my hand and seal this _____ day of _____, 1956.

My commission expires;

Notary Public

STATE OF _____

COUNTY OF _____

} ss

On this _____ day of _____, 1956, before me appeared

_____, to me personally known, who, being by me duly sworn, did say that he is the _____ President of GULF OIL CORPORATION, and that the seal affixed to said instrument is the corporate seal of said corporation and that said instrument was signed and sealed in behalf of said corporation by authority of its Board of Directors, and said _____ acknowledged said instrument to be the free act and deed of said corporation.

Given under my hand and seal this _____ day of _____, 1956.

My commission expires:

Notary Public



PETROLEUM PROJECTS

GULF OIL CORPORATION

1356 APR 5 PM 8:09
P. O. DRAWER 669 • ROSWELL, NEW MEXICO

F. E. CURTIS, JR.
ZONE LANDMAN

March 29, 1956

FORT WORTH
PRODUCTION DIVISION

AIR MAIL

Gulf-Amerada Summit Gas
Pool Production Unit -
SE/4 of Section 26, T-19-S,
R-36-E, Lea County, New
Mexico.

Amerada Petroleum Corporation
P. O. Box 2040
Tulsa 2, Oklahoma

Attention: Mr. F. W. Hulsizer

Gentlemen:

Pursuant to your recent request, we are enclosing herewith an affidavit signed by Mr. S. H. Gavin, the Unit Head for our Contracts and Titles Unit, advising of the results of our efforts to contact our royalty owners under the NW/4 SE/4 and SE/4 SE/4 of Section 26.

The royalty owners are listed under the tracts under which they have an interest and their respective interests are indicated beside their names.

This affidavit does not for any purpose admit that Gulf Oil Corporation considers the consent of the royalty owners essential to the formation of the captioned unit, but is furnished for the convenience of the Oil Conservation Commission of the State of New Mexico in connection with the integration of all royalty interests in the SE/4 of Section 26.

Very truly yours,

F. E. Curtis, Jr.

F. E. CURTIS, JR.

SHC:dm
Enc.

File in "B"

AFFIDAVIT

STATE OF NEW MEXICO }
COUNTY OF CHAVES } ss

The undersigned, being duly sworn upon his oath, states:

1. That he is an employee and agent of Gulf Oil Corporation, owner of certain leasehold interests underlying the NW/4 SE/4 and SE/4 SE/4 of Section 26, Township 19 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico.

2. As such employee and agent he, of his own knowledge, knows that all of the royalty owners under said leasehold interests, as of February 1, 1956, except those listed under I below whom he is informed are common under the Gulf and Amerada leases and are being contacted by Amerada, have been advised by certified mail with return receipt requested of the pooling by Gulf Oil Corporation and Amerada Petroleum Corporation of the SE/4 of said Section 26 for the production of gas from the Eumont Gas Pool, and requested, in the same letter, to advise if they would be willing to approve such pooling. He also knows that, as of the date of this affidavit, the royalty owners listed under II below have advised in writing that they would be willing to approve such pooling, the royalty owners listed under III below have advised in writing that they would be willing to approve such pooling subject to certain conditions, and the royalty owners listed under IV below have not replied to Gulf Oil Corporation's above mentioned letter. The interest of each royalty owner in total production is indicated beside the name.

I NW/4 SE/4

W. L. Pickens
1802 Adolphus Tower
Dallas 2, Texas

.007812

Hubert E. Clift
1049 San Jacinto Bldg.
Houston 2, Texas

.003906

Nathan Kalvin
10 East 43rd Street
New York, New York

.005859

Texaco Oil Company
Box 652
Dallas, Texas

.001953

II SE/4 SE/4

Commonwealth Roy., Inc.
1017 First National Bldg.
Tulsa 3, Oklahoma

.003906

James Ray Bates
4 Park Side St.
Paola, Kansas

.005556

II NW/4 SE/4

L. R. Kershaw
Box 1407
Muskogee, Oklahoma

.003906

Fred S. Watson
Okmulgee, Oklahoma

.010417

Garland Smith, Trustee
Okmulgee, Oklahoma

.005208

Janie Lee Andrus
Box 307
Hagerman, New Mexico

.001302

Annie L. Christmas
Box 593
Silver City, N. M.

.001301

J. H. Dalton
c/o Anderson Prichard
Oil Corp.
Oklahoma City, Okla.

.010417

D. Deits & S. P. Skokos
P. Skokos
Broad St. Bank Bldg.
Trenton, New Jersey

.010417

*Expendable account
to APC
3/1/56
3/1/56
3/1/56
to Carroll
3/1/56
3/1/56*

Exhibit "B"

II
NW/4 SE/4

✓ William R. Kershaw
c/o Steel & Pipe Co.
Box 435
Muskogee, Oklahoma

.003906

✓ Warren J. Bates
c/o J. M. Huber Corp.
Box 831
Berger, Texas

.005556

✓ John T. Oxley
Box 1409
Tulsa 1, Oklahoma

.007813

✓ Charles T. Bates, Jr.
Route 1
Fredonia, Kansas

.005555

✓ R. W. Vierson
Box 57
Okmulgee, Oklahoma

.010417

IV
NW/4 SE/4

✓ Atlantic Oil Corp.
Kennedy Bldg.
Tulsa, Oklahoma

.023437

✓ Peerless Oil & Gas Company
c/o Peerless, Inc.
1670 Denver Club Bldg.
Denver 2, Colorado

.033854

✓ Helen Bolding Phillips
Bent, New Mexico

.001302

✓ Kenneth C. Bates
McBurnett Bldg.
San Angelo, Texas

.005556

✓ William L. Bowie
Box 1934
Tulsa, Oklahoma

.003906

✓ Charles Henry Weir
Box 1812
Hobbs, New Mexico

.001303

IV
SE/4 SE/4

✓ L. W. Wickes Agent Corp.
1206 Pacific Mutual Bldg.
Los Angeles 14, Calif.

.003906

✓ George Wesley Weir
Hobbs, New Mexico

.001303

✓ Catherine L. Dunraese
Box 262
La Porte, Texas

.041667

✓ James Elbert Weir
809 N. Thorpe
Hobbs, New Mexico

.001303

✓ Theodocia G. Bates
Box 946
Ada, Oklahoma

.019444

✓ Charline Brown Tucker
Box 933
Hereford, Texas

.007812

L. H. Carr
For Gulf Oil Corporation

Subscribed and sworn to before me, a Notary Public, this 29th day
of March, 1956.

Muriel L. Weaver
Notary Public

My commission expires:

July 9, 1958

certified "B"

GENERAL OFFICES
120 BROADWAY NEW YORK

MAIN OFFICE OCC

1955 APR 20 8:30 AM
AMERADA PETROLEUM CORPORATION

BEACON BUILDING

P.O. BOX 2040

TULSA 2, OKLA.

ROBERT J. STANTON
GENERAL COUNSEL
JOHN S. MILLER
ASSISTANT GENERAL COUNSEL

LEGAL DEPARTMENT

H. D. BUSHNELL
HAROLD J. FISHER
JAMES C. MCWILLIAMS
VIRGIL C. MORELLE
ARDEN E. ROSS
JOHN W. STEWART
ATTORNEYS

April 20, 1956

Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Att: Mr. Jack Gurley

Re: Conservation Cause No. 1048,
Non-standard gas unit covering
NE/4 Sec. 31-19S-37E, in
Lea County, New Mexico

Gentlemen:

We are enclosing lists of the royalty owners in the NE/4 of Section 31, who have not yet executed and returned the agreements to pool their interests, as Mr. Mankin, the examiner, requested of attorney Hinkle on the date of the hearing.

The list, in affidavit form, covers the owners in the S/2 of the NE/4, and the list on Amerada's letterhead shows the royalty owners in the N/2 of the NE/4, which was furnished to Amerada by Gulf Oil Corporation.

As of this date, 40 royalty owners in both tracts have executed pooling agreements.

Very truly yours,


H. D. Bushnell.

HDB:FC
Encls.

A F F I D A V I T

To: NEW MEXICO CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

I, Floyd Kepler, custodian of the Lease and Royalty Records for Amerada Petroleum Corporation, of Tulsa, Oklahoma, hereby certify that all owners of gas royalty in the S/2 NE/4 of Section 31, Township 19 South, Range 37 East, Lea County, New Mexico, as shown by our records, have been given an opportunity to agree to pool their interests with owners in all of the NE/4 of said Section and, as of Thursday, April 19, 1956, that we have received agreements to so pool executed by all such owners except those named below:

Name	Address	Interest In Production
X Harold E. Bickford	Barberrylane, Greenwich, Conn.	0006836
X S. L. Bickford	RFD #1, Newtown, Connecticut	0006836
X- Jessie Hosmer Brown	1010 Hubbard Lane, Hubbard Woods, Ill.	0002457
X- Kathryn F. Brown	24311 Rusamore Rd., L.I., Douglaston, N.Y.	0013672
X- Wallace C. Brown	1749 SE 14th St., Ft. Lauderdale, Fla.	0007372
X- Edward J. Deegan	725 E. 135th St., New York 54, N.Y.	0010417
X- M. W. Farwell	664 N. Michigan Ave., Chicago, Ill.	0004914
X- Louis B. Guthmann	5480 Cornell Ave., Chicago 15, Ill.	0004914
X- Roger K. Huston	893 Valley Rd., Glencoe, Ill.	0001638
X- Gertrude I. Lyons	247 Rich Ave., Mt. Vernon, New York	0001302
X- Robert T. Mack	2925 Van Ness Ave., San Francisco, California	0004914
X- Annie Bristol Maginnes	1301 Bancroft Parkway, Wilmington, Delaware	0001638
X- Agnes Mck Maginnes	912 North St., White Plains, N.Y.	0001638
X- William David Maginnes	1301 Bancroft Parkway, Wilmington, Del.	0001638
X- Elsie A. Marti	3318 N. Oakley Ave., Chicago, Ill.	0001638
X- Herbert L. McCarthy	518 Bluff St., Beloit, Wisconsin	0004914
X- Midwest Oil Corporation	1700 Broadway, Denver 2, Colorado	0218750
X- Dorothy Malone Murphy	Rt. #1, Box 88, Cozaddale, Ohio	0001638
X- Louise A. Nicolai	c/o W. H. Anderson, Agent, 419 Board of Trade Bldg., Portland, Oregon	0002666
- Louise W. Oliver & S. W. Oliver, Joint Tenants	1028 Bushwick Avenue, Brooklyn 21, New York	0015625
- E. R. Patterson	2424 E. 33rd St., Tulsa, Oklahoma	0009829
X- Miles C. Petru	1708 S. Racine Avenue, Chicago, Ill.	0004914
X- Helen B. Ritsher	229 Longmeadow St., Longmeadow, Mass.	0007371
X- Joseph Salomon	416 Battery St., San Francisco 11, Calif.	0009829
X- Elizabeth Siman	1900 Austin Blvd., Cicero, Ill.	0004914
X- E. D. Soward	3541 Rankin St., Dallas, Texas	0015625
X- Dr. R. C. Sullivan	5672 Washington Blvd., Chicago 44, Ill.	0004914
X- *The Texas Company	Production Dept., Box 1720, Fort Worth, Texas	0312500
X- L. W. Wickes Agent Corp.	1206 Pacific Mutual Building Los Angeles 14, California	0009766
		0695079

30

Subscribed and sworn to before me this 19th day of April, 1956.

My commission expires:

February 26-1957

Floyd Kepler
Floyd Kepler

Agnes J. Higgins
Notary Public

*Although, we have not received an executed Agreement for Pooling Gas Interests, we have been assured that The Texas Company would consent to the pooling of its interest.