Replication, Transcript, Smill Exhibits, Etc.

ິ∽າIL CONSERVATION COMMISSIO™ santa fe. new mexico

January 29, 1945

Santa Fe New Mexican Santa Fe, New Mexico

Hobbs Daily News Sun - Airmail - Special Delivery Hobbs, New Maxico

> Re: Notice for Publication Cases 59 and 60

Gentlemen:

Please publish the enclosed notice once, <u>immediately</u>. Please proof read the notice carefully and send a copy of the paper carrying such notice.

UPON COMPLEXION OF THE PUBLICATION, PLEASE SEND PUBLISHER'S AFFIDAVIT.

For payment please submit statement in duplicate accompanied by voucher executed in duplicate. The vouchers must be signed by a notary in the space provided on the back of the voucher. The necessary blanks are enclosed.

Very truly yours,

Carl B. divingstry

Chief Clork & Legal Adviser

CBL:MS

SANTA FE, NEW MEXICO

AIRMAIL SPECIAL DELIVERY

January 29, 1945

Mr. D. D. Bodie Cities Service Cil Company Hobbs, New Mexico

Mr. Ralph Hendrickson Stanolind Oil & Gas Company Hobbs, New Mexico

GentJ.emon:

The hearings in the attached advortisement are set for Fobruary 12, 1945. The advortisement is being sent airmail special delivery to the Hobbs Daily News Sun.

Since time is short for publication, as required by law, I wish you would both call the paper as soon as you get this and see that the paper is running the advertisement once, immediately, and please check proof with the paper so no mistake will be made.

lith kindest personal wegards.

Very truly yours,

Chief Clerk & Logal Advisor

CBL:US

CASE NO. 60

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTOR OF the hearing called by the Oil Conservation Commission of the State of New Mexico for the purpose of considering:

Case No. 60

The Petition of the Stanolind Oil and Gas Company for in unorthodox spacing for the following well: Stanolind Oil and Gas Company - W. S. Capps No. 10X in the NHSE, Section 3, Township 19S, Range 38E, Hobbs Field - proposed location to be 1980 feet north of the south line and 1298 feet west of the cast line of seid section.

Fursuant to notice by the Commission, duly made and published setting February 12, 1945 at ten o'clock a.m., for hearing in the above entitled matter, said hearing was convened on said day, at said hour, in the Coronado Room of the La Fonda, Santa Fe, New Mexico, the Commission sitting as follows:

HON. JOHN J. DEMPSEY, Governor HON. JOHN E. MILES, Member HON. CARL B. LIVINGSTON, Chief Clerk & Legel Adviser

REGISTER

NAME

CCHPANY

Ray 16Glothlin Roy 0. Yarorough G. H. Grey W. E. Scott H. R. Markley H. C. Webb H. K. McKinnon R. U. Fitting, Jr. B. N. Jarboe Ralph L. Gray Foster Morrell 0. F. Hedrick C. G. Campbell W. K. Davis C. C. Cragin D. D. Bodie Glenn Staley Jones M. Murray Sr.

10 A.M., February 12, 1945:

Petroleum Products Mfg. Co. Oil Conservation Commission Repollo Oil Company Buffolo 011 Convany Phillips Petroleum Company Phillips Fetroleum Company Shell Oil Company Consultant Me-Tor Stenoling Oil Commany U. S. G. S. T. P. Coal & Oil T. P. Coal & Cil El Paso Natural Gas Co. El Paso Natural Gas Co. C. S. Cil Company Lea County Operators Me-Tex

"NOTICE OF PUBLICATION STAFE OF HE? HEYICO OIL CONSERVATION COESIISSION ADDRESS

Prewitt, N. M. Hobbs, N. M. Midland, Texas Artesia, N. M. Odesss, Texas Odesse, Texas Vidland, Texas Midland, Texas Hobbs, N. M. Hobbs, N. M. Midland, Texas Midland, Texas Jal, N. Mer. El Paso, Texas Hobbs, N. M. Hobbs, N. M. Hobbs, N. M.

The Gil Conservation Convission as provided by law hereby gives notice of the following bearing to be held at Santa Fe, New Marico, at

0269 No. 60

IN THE MATTER OF the hearing colled by the Oil Conservation Commission of the State of New Mexico for the purpose of considering:

Case No. 60

The Petition of the Stanolind Oil and Gas Company for an unorthodox spacing for the following walls: Stanolind Oil and Gas Company - W. S. Capps No. 10X in the NESE, Section 3, Township 195, Range 38E, Hobbs Field - proposed location to be 1980 feet north of the south line and 1295 feet west of the east line of said section.

Given under the seal of said Commission at Santa Fe, New Merico

on

OIL CONSERVATION COMMISSION

SEAL

<u>PROCEEDINGS</u>

BY MR. A. K. MONTGOMERY: Mr. Gray is here to represent this case - have there been any objections or protests filed? MR. CARL LIVINGSTON: None so far - barring late mail.

(After being duly sworn, Mr. G. H. Gray testified as follows) MR. MONTGOMERY: Before proceeding, I might make a statement as to exactly what this petition is all about - the Stanolind Oil and Gas Company has a lease covering the entire south helf in the Hobbs field. Its lease covers the south helf and northwest quarter. The Samedan Oil Corporation has a lease on the northeast quarter. This petitioner seeks to locate and drill an unorthodox well, not in the center of the forty acre tract specifically - it wishes to locate its rell at a point 1,293 feet west of the east line of the Section. The Samedan Corporation owns the wells which are producing in exactly the same position with regards to section lines north and south boundaries. Stenolind owns the acreage on the west and south of this proposed location and Samedar owns on the north.

WILL YOU PLEASE SPATE YOUR NAME?

MR. GRAY: Reich L. Gray.

MR. MONTGONERY: What is your official position or connection with Stanolind?

MR. GRAY: I am field engineer for the Hobbs erea.

MR. MONTGOMERY: Where are you located?

MR. GRAY: Hobbs.

MR. MONTGOMERY: How long have you been with the Stanolind Oil Commany?

-2-

MR. GRAY: Approximately six years.

MR. MONTGOMERY: Do you hold a degree in petroleum anginaering?

MR. GRAY: Yes sir.

MR. MONTGOMERY: Where from?

MR. GRAY: New Merico School of mines.

NR. MONTGOMERY: What other malifications? - In regard to petroleum engineering.

MR. GRAY: Have two degrees - B.S. in petroleum engineering, also professional degree in petroleum engineering. For the past six years I have been employed in petroleum engineering in West Texas and New

Mexico, also at the division office at Ft. Worth and general office

at Tulsa.

MR. IONTGOMERY: Did you prepare this map marked "Exhibit A"?

MR. GRAY: Yes sir.

MR. MONTGOMERY: Will you take and explain that map with regards to this proposed location, to the Commission and reasons for wanting to locate that well at this point?

I will ask you first a question - The red armow near the lower right-hand corner of the map pointing to a circle designated "10X" is the proposed π ell?

MR. GRAY: Yes sir.

MR. MONTGOMERY: The other wells victured on this line in the south half of that section - who owns and operates them?

MR. GRAY: All owned and operated by Stanolind.

NR. MONTGOMERY: Immediately north in a north-south line, wells 314, who owns and operates them?

MR. GRAY: Samedan.

MR. WONTGOMERY: Will you explain to the Commission the difference in locations as to the 40 acre tract which that well will have as compared to the same locations in the Samedan wells to the north?

• MR. GRAY: The distance from the east line of the Section will be the same for all three wells. The only difference being in the north-south dimensions from the north line of the Section.

MR. MONTGOMERY: How far will your well be from the north half section line? MR. GRAY: 660 feet.

NR. OFFGOVERY: How for is the Samedon well? - on the north -

MR. GRAY: 1,017 feet from the Stenolind's 7x West.

MR. DECNTG MERY: How few from the Samadan's next well?

MR. GRAY: 1,095 feet.

MR. MONTCOMMRY: What is the reason possibly as to may you wish to drill at this location?

NR. GRAY: We would like to drill a well at the highest structural elevation rossible on this unit, and it should result in a well which would have the smallest water production, as we can show by various percentages of water for these other wells, wells further down in structure make larger percentages of water, will cause increased levels with withdrawals, this could lead to a bottom hole pressure draw down for this area - should.

COVFRNOR DEMPSEY: Anybody here in opposition to this proposal the Commission has no objection et all.

CERTIFICATE

I, Vastie Fowler, Recorter for the Oil Conservation Commission, hereby certify that I took down the statements made at the hearing beld before the Commission on Februery 12, 1945, in the matter of the Petition of the Stanolind Oil and Gas Cormany for an unorthodox a spacing for the following well: Stanolind Oil and Gas Cormany -W. S. Capps No. 10X in the NESE Section 3, Township 198, Range 38E, Hobbs Field - proposed location to be 1980 feet north of the south line and 1293 feet west of the east line of said section, Case No. 60, and that the above transcript constitutes, to the best of my knowledge and Velief, a true and correct copy of all the oral statements and exhibits presented before the Cormission.

Mietie Foreven) Reporter

.

. Х

.

SANTA FE, NEW MEXICO

February 15, 1945

Honorable J. O. Seth Santa Fe, New Mexico

> Re: Case No. 60 Order No. 590

My dear Judge:

Enclosed please find signed original of the above captioned order and one copy for your files.

Kindest personal regards.

Very truly yours,

Chief Clerk & Legal Adviser

CBL:11S

BEFORM THE OIL CONSERVATION CONDISSION OF THE STATE OF NEW NEXICO

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

CASE NO. 60

ORDER NO. 590

THE PETITION OF THE STANOLIND OIL AND GAS COMPANY FOR AN UNORTHODOX SPACING FOR THE FOLLOWING WELL: STANOLIND OIL AND GAS COMPANY-W. S. CAPPS NO. LOX IN THE NESE, SECTION 3, TOWNSHIP 19S, RANCE 38E, HOBBS FIELD --PROPOSED LOCATION TO BE 1980 FLET NORTH OF THE SOUTH LINE AND 1293 FLET WEST OF THE EAST LINE OF SAID SECTION.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at ten o'clock A.N., February 12, 1945, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 12th day of Filmerry, 1945, the Commission having before it for consideration the testimony adduced at the hearing of said case and being fully advised in the premises;

IT IS THEREFORE ORDERED:

SECTION 1. That the Stanolind Oil and Gas Company is hereby granted an unorthodox spacing for the following well:

Stanolind Oil and Cas Company - W. S. Capps No. 16X in the NESE Section 3, Township 19S, Range 38E, Hobbs Field -- with the following footage location: 1980 feet North of the South line and 1293 feet West of the East line of <u>caid NEL CEL</u> said section.

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

OIL CONSTRVATION COMMISSION Ju E. JOHN E. MILLS, MEMBER

SEAL

NOTICE FOR PUBLICATION

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

The Oil Conservation Commission as provided by law hereby gives notice of the following hearings to be held at Santa Fe, New Mexico, at 10 A.M., February 12, 1945:

CASE NO. 59

i.

In the matter of the petition of the operators of the South Eunice Field, by D. D. Bodie, Chairman, for a removal of the gas-oil ratio limit now applied to the South Eunice Field, Lea County, New Mexico, and to amend the existing gas-oil ratio order applicable thereto.

CASE NO. 60

In the matter of the petition of the Stanolind Oil and Gas Company for an unorthodox spacing for the following well: Stanolind Oil and Gas Company - W. S. Capps No. 10X in the NESE, Section 3, Township 19S, Range 38E, Hobbs Field -- proposed location to be 1980 feet North of the South line and 1293 feet West of the East line of said section.

Given under the seal of said Commission at Santa Fe, New Mexico, on January 29, 1945.

OIL CONSERVATION COMPLESSION

BY (SGD)

JOHN J. DEMPSEY CHAIRMAN

ohn E. miles.

JOHN E. MILES HEMBER

(SEAL)

BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE PETITION OF THE STANOLIND OIL AND GAS COMPANY FOR AN UNORTHODOX SPACING FOR THE FOLLOWING WELL: STANOLIND OIL AND GAS COMPANY W. S. CAPPS NO. 10X IN THE NESE, SEC-TION 3, TOWNSHIP 19 S, RANGE 38E, HOBBS FIELD - PROPOSED LOCATION TO BE 1980 FEET NORTH OF THE SOUTH LINE AND 1293 FEET WEST OF THE EAST LINE OF SAID SECTION.

CASE NO.

PETITION

Comes now Stanolind Oil and Gas Company and petitions for the approval of the spacing for a well it desires to drill, known as W. S. Capps No. 10X, in the NE¹/₄ of the SE¹/₄ of Section 3, Township 19 South, Range 38 East, Hobbs Field, Lea County, New Mexico, at a location 1980 feet north of the south line and 1293 feet west of the east line of said Section 3, or 660 feet north of the south line of the NE¹/₄ of the SE^{1}_{4} of Section 3, and 1293 feet west of the east line of said NE¹/₄ of the SE¹/₄ of Section 3.

In support of its petition, petitioner states:

1. That said well will be located more than 660 feet from any other well.

2. That peritioner holds the lease on the NW¹₂ of the SE¹₄ of said Section 3 immediately adjoining the unit here involved on the west, and said proposed well will be on the same basic lease as the forty acres immediately to the west of the proposed location. In fact, Stanolind Oil and Gas Company holds the lease on the entire S¹₂ of the aforesaid Section 3.

3. The producing wells on the two units immediately north of the unit hereinvolved have been located by permission of this Commission on exactly the same spacing as the petitioner here

-1-

seeks; that is, at a point 1293 feet west of the east line of the E_2^1 of the NEL of Section 3.

4. That the proposed well location will create neither waste nor hazards conducive to waste. If said well be not drilled, it is petitioner's opinion that a large amount of oil will be left in the ground and not produced, and the location of the proposed well further east from the location sought by this petitioner, or in the center of the forty acre unit involved will, in petitioner's opinion, result in waste in that it would result in the production of large quantities of water with the oil from the well, thereby increasing the total of reservoir withdrawals with probable draw down in bottom hole pressure for the area.

WHEREFORE, Petitioner prays that its aforesaid petition be granted.

STANOLIND ØIL AND GAS COMPANY Month By:

Its Attorney

6358 80 23 540 640 475 3 al 1335 - Mer Sist 12 R. S & Turker Standen 1= W.S. Cips no10X nE & 3 - 195 - R38E Hotto Fireld - 1980 from Mp Sæl293 Wg&lind. Conforma - Sam V10-10 1320

0741 - Jan 41-= Roy Ha Glang Libri any 3, 1944 - 39 - 47 mc OPA ne 6052: WPK 1) 1-15-45 Agl W. Puge Reetons Price Executive, P Victorteum Branch. hennig - Walquer Rike hoboratories Oal-Par-Brooking, N. G out of a 202

NOTICE FOR PUBLICATION STATE OF NEW MEXICO

NOTICE FOR PUBLICATION STATE OF NEW MEXICO Off Conservation Commission as provided by law hereby gives no-tice of the following hearings to be held at Santa Fe, New Mexico, at 10 A. M. February 12, 1945: Case Ne. # In the matter of the petition of the operators of the South Eunice Field, by D. D. Bodle, Chairman, for a removal of the gas-oil ratio limit now applied to the South Eu-nice Field, Les County, New Mex-ico, and to amend the existing gas-oil ratio order applicable thereto. Case No. # In the matter of the petition of the Stanolind Oil and Gas Com-pany for an unorthodox specing for the following well: Stanolind Oil and Cas Company-W. S. Capps No. 10X in the NESE, Sec-tion 3, Township 18S, Range 38E, Hobbs Field--proposed location to be 1980 feet North of the South line and 1235 feet West of the Fast line of said section. Given under the seal of said Com-mission at Santa Fe, New Mexico, on January 29, 1945. OIL CONSERVATION COMMISSION. By (Sgd) JOHN J. DEMPSEY, Chairman. JOHN F. MILES.

Chairman. JOHN F. MILES,

(SEAL) Pub. Jan. 31, 1945. Member.

PUBLISHER'S BILL

40 lines, one time at \$_ 3.20 lines, ____times, \$____

Tax \$_____

Total \$____3.20

Received payment,

Bv.

Affidavit of Publication

State of New Mexico, County of Santa Fe } ss.

i, <u>C. B. Floyd</u>	, being first duly sworn,
declare and say that I am the (Business Manager) (r) of the Santa Pa
New Mexican, a daily new	
Language, and having a general circulation in the City and	nd County of Santa Fe, State of
New Mexico, and being a newspaper duly qualified to	
tisements under the provisions of Chapter 167 of the S	Session Laws of 1937; that the
publication, a copy which is hereto attached, was publish	ed in said paper once each west
for one time and the second the s	the and the second second
the regular issue of the paper during the time of publi	cation, and that the notice was
published in the newspaper proper, and not in any su	applement, oncenerchanger for
one time washings with the sense wit	infirm publication being on the
31st day of January	., 19_45, and the last publica-
tion son the	that payment
for said advertisement has been (duly made) or (are	it is a second second being a

for said advertisement has been (duly made), or (assessed as court costs); that the undersigned has personal knowledge of the mayers and things set forth in this affidavit.

Manager

31 D Subscribed and sworn to before me, this...

ani 11, 1945

Lamary day of. A.D., 194.

K. 11 Notary Public.

My Commission expires

Ċ