

17
MAIN OFFICE SOUTHERN UNION GAS COMPANY

FIDELITY UNION TOWER

LEGAL DEPARTMENT

DALLAS 1, TEXAS

A. S. GRENIER
GENERAL ATTORNEY

October 25, 1960

JACK HERTZ
WM. S. JAMESON
CLAUDE D. BELL, JR.
JAS. R. WETHERBEE
MERLE FLAGG
WILL A. KNIGHT

Mr. A. L. Porter, Jr.
Secretary-Director
Oil Conservation Commission
State of New Mexico
Box 871
Santa Fe, New Mexico

Dear Sir:

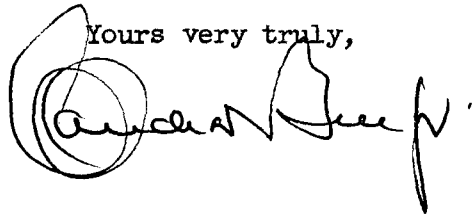
Administrative Order NWU-369
Application for Nonstandard Well Unit
Fulcher-Kutz Pictured Cliffs Pool
T 29 N, R 11 W, San Juan County, New
Mexico, Section 20, N $\frac{1}{2}$ S $\frac{1}{2}$

We wish to acknowledge receipt of the above referenced Administrative Order and appreciate the expeditious manner in which you handled this for us. However, we wish to call your attention to a typographical error in the description of the unit. The description should show the unit located in Township 29 instead of 20.

Also, I believe the Fulcher-Kutz Pictured Cliffs pool rules provide for 160 acre proration units. Our unit is 160 acres. Should not the order refer to the unit as a 160 acre unit rather than a 320 acre unit as stated in the order.

We would appreciate an amendment to the above order with a copy of same to be mailed to the U. S. Geological Survey in Farmington inasmuch as we are contemplating filing a communitization agreement with them upon receipt of the amended order.

Yours very truly,



CDB/mg

SOUTHERN UNION GAS COMPANY

MAIN STREET 000
FIDELITY UNION TOWER

DALLAS 1, TEXAS

1960 OCT 13 PM 1:14
October 3, 1960

LEGAL DEPARTMENT

A. S. GRENIER
GENERAL ATTORNEY

JACK HERTZ
WM. S. JAMESON
CLAUDE D. BELL, JR.
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assign no.
log in!
write order

Secretary
Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

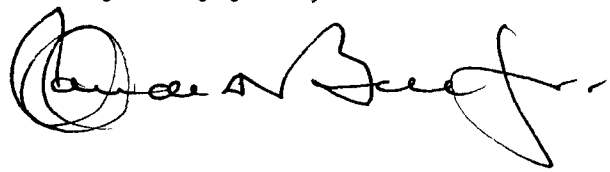
Dear Sir:

Application for Nonstandard Well Unit
Fulcher-Kutz Pictured Cliffs pool
T 29 N, R 11 W, San Juan County, New
Mexico, Section 20, N $\frac{1}{2}$ S $\frac{1}{2}$

Please file the enclosed application for Nonstandard Well Unit.
A waiver and consent is attached to the application for all
interested parties adjoining the area to be included in the
nonstandard unit.

In the event an exception is not granted as requested, please
set the matter for hearing and advise. If the exception is granted,
we would appreciate a copy of the order.

Very truly yours,



CDB/mg
Enc.

OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

In the Matter of the Application
of SOUTHERN UNION GAS COMPANY and
SUMMIT OIL COMPANY for Nonstandard
Well Unit in the Fulcher-Kutz
Pictured Cliffs Pool

Case No.

TO THE SECRETARY OF THE OIL CONSERVATION
COMMISSION OF THE STATE OF NEW MEXICO:

Southern Union Gas Company and Summit Oil Company (herein called "Applicants") submit this their Application for an exception from the requirements of Order No. R-565, as supplemented and amended by Orders No. R-565-A, R-620, R-614, R-565-C, R-565-D, R-846 and R-967 (all of such orders being herein referred to as "Fulcher-Kutz Pictured Cliffs Pool Rules") of the Rules and Regulations of the Commission, and in support of such Application Applicants respectfully represent and state:

1. Southern Union Gas Company is a corporation organized under the laws of the State of Delaware, with its principal office located in the Fidelity Union Tower, 1507 Pacific Avenue, Dallas 1, Texas, and is qualified to transact business in the State of New Mexico. Summit Oil Company is a corporation chartered under the laws of the State of New Mexico, with its principal office in the Fidelity Union Tower, 1507 Pacific Avenue, Dallas 1, Texas.

2. Summit Oil Company is the owner and holder of oil and gas leasehold rights covering the $N\frac{1}{2}SW\frac{1}{4}$ and the $NW\frac{1}{4}SE\frac{1}{4}$, Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, and has heretofore drilled and completed its Viles #3-B Well on such land and lease at a location in the $NW\frac{1}{4}SE\frac{1}{4}$, Section 20, Township 29 North, Range 11 West, Southern Union Gas Company is the owner and holder of oil and gas leasehold rights covering the $NE\frac{1}{4}SE\frac{1}{4}$, Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico. The respective leases of Summit Oil Company

and Southern Union Gas Company have not been allocated for proration purposes to any well other than the Summit Oil Company's Viles #3-B Well, and such leases are capable of being unitized into a nonstandard proration unit composed of the following described land:

Township 29 North, Range 11 West, N.M.P.M.
San Juan County, New Mexico

Section 20: $N\frac{1}{2}S\frac{1}{2}$

containing 160 acres more or less

3. The $N\frac{1}{2}$ of the $S\frac{1}{2}$ of Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, consists of contiguous quarter-quarter sections lying wholly within a single governmental section and the entire 160 acres may reasonably be presumed to be productive of natural gas.

4. The Fulcher-Kutz Pictured Cliffs Pool Rules provide for a standard unit in the field to consist of 160 contiguous acres substantially in the form of a square which shall be a legal subdivision (quarter section) of the United States Public Land Survey, and further provide that the Secretary of the Commission shall have authority to grant an exception to such rules.

5. To the best of Applicant's knowledge and belief, the names and addresses of all operators other than Applicants herein owning acreage within Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, and all operators owning interest in acreage directly offsetting the $N\frac{1}{2}S\frac{1}{2}$, Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, are as follows:

Aztec Oil & Gas Company
Mercantile Securities Building
Dallas, Texas

T. F. Harrigan
3400 Northwestern
Oklahoma City, Oklahoma

Tidewater Oil Company
P. O. Box 1960
Durango, Colorado

6. In the event that a hearing is required on this Application, Applicants consent to a hearing before an examiner designated by the Commission.

WHEREFORE, premises considered, Applicants pray that the Secretary of

the New Mexico Oil Conservation Commission, in accordance with the authority contained in the Fulcher-Kutz Pictured Cliffs Pool Rules, grant the Applicants an exception from the requirements of the Fulcher-Kutz Pictured Cliffs Pool Rules so as to permit the Applicants to create and establish a non-standard proration unit composed of the $N\frac{1}{2}S\frac{1}{2}$, Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, for the Summit Oil Company's Viles #3-B Well; or if the Secretary declines to grant an exception to such rules, then Applicants pray that this matter be set down for a hearing before an examiner designated by the Commission, and that upon any such hearing, Applicants be granted an exception from the requirements of the Fulcher-Kutz Pictured Cliffs Pool Rules so as to permit the Applicants to create a nonstandard proration unit, composed of the $N\frac{1}{2}S\frac{1}{2}$, Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, for the Summit Oil Company's Viles #3-B Well.

Respectfully submitted,

SOUTHERN UNION GAS COMPANY

By J. C. Reid President C. S.

SUMMIT OIL COMPANY

By John Hughes President

STATE OF TEXAS)
COUNTY OF DALLAS)

Before me, the undersigned authority, on this day personally appeared J. C. Reid, President of Southern Union Gas Company, who upon his oath stated that he executed the above and foregoing Application on behalf of Southern Union Gas Company, and to the best of his knowledge and belief, the matters therein set out are true and correct.

J. C. Reid C. S.

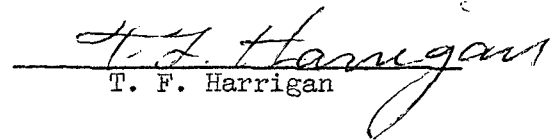
Subscribed and sworn to before me this 17th day of August, 1960.

My commission expires:
June 1, 1961

Mayme Gephart
Notary Public in and for
Dallas County, Texas

WAIVER AND CONSENT
OF T. F. HARRIGAN

T. F. Harrigan states that he has been furnished a copy of the above and foregoing application of Southern Union Gas Company and Summit Oil Company for an exception to the requirements of the Rules and Regulations of the New Mexico Oil Conservation Commission applicable to the Fulcher-Kutz Pictured Cliffs Pool so as to permit the creation of a nonstandard proration unit composed of the $N\frac{1}{2}$ of the $S\frac{1}{2}$, Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, and that he waives the issuance and service on him of notice relative to such application and consents to the granting of such application.



T. F. Harrigan

WAIVER AND CONSENT
OF TIDEWATER OIL COMPANY

Tidewater Oil Company states that it has been furnished a copy of the above and foregoing application of Southern Union Gas Company and Summit Oil Company for an exception to the requirements of the Rules and Regulations of the New Mexico Oil Conservation Commission applicable to the Fulcher-Kutz Pictured Cliffs Pool so as to permit the creation of a nonstandard proration unit composed of the $N\frac{1}{2}$ of the $S\frac{1}{2}$, Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, and that it waives the issuance and service on it of notice relative to such application and consents to the granting of such application.

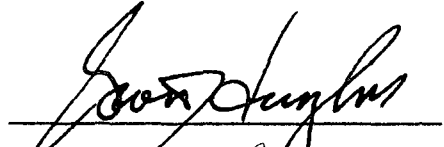
ATTEST:


Assistant Secretary

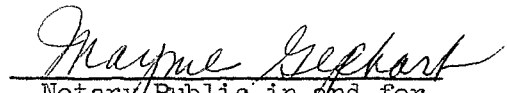
TIDEWATER OIL COMPANY
By 
President
Assistant Division General Manager

STATE OF TEXAS)
)
COUNTY OF DALLAS)

Before me, the undersigned authority, on this day personally appeared Scott Hughes, President of Summit Oil Company, who upon his oath stated that he executed the above and foregoing Application on behalf of Summit Oil Company, and to the best of his knowledge and belief, the matters therein set out are true and correct.



Subscribed and sworn to before me this 17th day of August,
1960.



Notary Public in and for
Dallas County, Texas

My commission expires:
June 1, 1961

WAIVER AND CONSENT
OF AZTEC OIL & GAS COMPANY

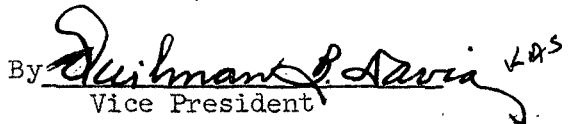
Aztec Oil & Gas Company states that it has been furnished a copy of the above and foregoing Application of Southern Union Gas Company and Summit Oil Company for an exception to the requirements of the Rules and Regulations of the New Mexico Oil Conservation Commission applicable to the Fulcher-Kutz Pictured Cliffs Pool so as to permit the creation of a nonstandard proration unit composed of the N $\frac{1}{2}$ of the S $\frac{1}{2}$, Section 20, Township 29 North, Range 11 West, N.M.P.M., San Juan County, New Mexico, and that it waives the issuance and service on it of notice relative to such application and consents to the granting of such application.

ATTEST:

Aztec Oil & Gas Company



Assistant Secretary

By 

Vice President