NEW MEXICO OIL CONSERVATION COMMISSION

Santa Fe, New Mexico

May 14, 1945

Re: Petition of Charles Eneu Johnson and Company to use 26,000,000 cubic feet of residue gas per day from Warren Petroleum Corporation's gasoline extration plant situated in the Monument Field for the manufacture of carbon black in the petitioner's proposed plant to be situated immediately west of the Texas-New Mexico railway at a point approximately ten miles east of said Warren Petroleum Corporation's gasoline extraction plant and seven and one-half miles south of Hobbs, New Mexico.

Charles Eneu Johnson and Company c/o F. A. Catron, Esq. Santa Fe, New Mexico

Dear Mr. Catron:

At its executive meeting today the Commission took the following action in the above styled matter:

The Commission hereby grants Charles Eneu Johnson and Company its permission to use up to 26,000,000 cubic feet per day of residue gas from the Warren Petroleum Corporation's gasoline extraction plant located in the Monument Field, Lea County, New Mexico, for the period of the duration of the emergency in the production of automobile and truck tires and other rubber products, and for so long and to the extent thereafter that immediate need shall not arise and exist for the use of said gas within the State of New Mexico for more economically essential industrial or domestic purposes.

This permit is granted effective this date under the authority of Sec. 2 of the Oil and Gas Conservation Laws of the State of New Mexico.

Very truly yours,

OIL CONSERVATION COMMISSION

Chairman

ATTEST:

Member

Member

Before the Oil Conservation Commission of the State of New Mexico

In the Matter of the Application of CHARLES ENEU JOHNSON & COMPANY for permission to use Residue Gas in the manufacture of Carbon Black

PETITION FOR AMENDMENT OF ORIGINAL PERMIT

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Comes now the above named Charles Eneu Johnson and Company and respectfully shows the Commission:

1. That heretofore on February 5, 1945, it was granted a permit by this Commission to use up to 16,000,000 cubic feet of waste residue gas per day from the Warren Petroleum Corporation's gasoline extraction plant located in the Monument Field, Lea County, New Mexico, for the manufacture of channel process carbon black, the said permit being for the period of the duration of the War and six months thereafter.

2. That the necessary plant for the manufacture of said carbon black is now in course of construction, but that since the foregoing permit was issued and because of the imperative and immediate demand for carbon black, the capacity of the said plant has been increased to handle an additional 10,000,000 cubic feet of gas per day.

3. That the additional 10,000,000 cubic feet of gas in the next preceeding paragraph referred to are to be obtained from the same source as the original 16,000,000 cubic feet per day for which permit was heretofore issued by this Commission as above set forth.

4. That recent developments in the manufacture of rubber for the construction of automobile, truck and other tires, establish the fact that an emergency in the production of such tires will continue to exist for a considerably longer period than the six months after the end of hostilities with Japan, for which term the original permit herein was issued to it, and that in order to enable the manufacturers of tires to meet the said emergency it is essential that there be a continuous and uninterrupted supply of carbon black for so long as the emergency may endure.

WHEREFORE, said Charles Eneu Johnson and Company respectfully prays that the permit heretofore issued to it by this Commission be vacated and that, in lieu thereof, a new permit be issued to it to use up to 26,000,000 cubic feet per day of residue gas to be obtained from the Warren Petroleum Corporation's gasoline extraction plant located in the Monument Field, Lea County, New Mexico, during the period of the emergency in the manufacture and production of carbon black, and the manufacture and production of automobile, truck and other tires, and for six months thereafter, said permit to relate back to the date of the issuance of the original permit to it on February 5, 1945.

CHARLES ENEU JOHNSON AND COMPANY

Bv Catron Α.

Its attorney Santa Fe, New Mexico