

NEW MEXICO OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Gentlemen:

Case No. 782: The Application of The Ohio Oil Company for Formation of Non-Standard Proration Unit in Tubb Gas Pool, Lea County, New Mexico

The Ohio Oil Company hereby applies for the designation and formation of a non-standard gas proration unit consisting of the N/2 of Section 11, Township 22 South, Range 37 East, in the Tubb Gas Pool, Lea County, New Mexico. In support of this application, The Ohio would show to this Commission the following:

1. The Ohio Oil Company is the owner of the oil and gas leasehold estate on the above described land, which tract contains 320 acres, more or less. Said tract should be considered as containing 320 acres for the purpose of allocation of gas allowable in said pool.

2. The Ohio Oil Company's Lou Worthan Well No. 9 has been dually completed in the Tubb Gas Pool and in the Blinebry Gas Pool in the SW/4 of the NW/4 of said Section 11, at a location 1905 feet from the north line and 440 feet from the west line of said Section 11, said location being approximately 735 feet north of the south line of the proposed non-standard gas proration unit. The Order permitting such dual completion of the well is Order numbered DC-60-A, dated June 1, 1954.

3. The attached plat indicates the location of the proposed unit and the location of the surrounding tracts. The area included in the proposed unit is indicated on said plat by the diagonal lines shown thereon.

4. The Ohio further states that:

(a) The location of said well is within the limits of the pool heretofore delineated and designated as the Tubb Gas Pool;

(b) It is impractical to pool The Ohio's said leasehold estate with adjoining acreage so as to form a larger gas proration unit;

(c) The Ohio will be deprived of a fair opportunity to recover its just and equitable share of the natural gas in the Tubb Gas Pool, unless the non-standard proration unit is formed, considered as containing 320 acres and consisting of the N/2 of said Section 11;

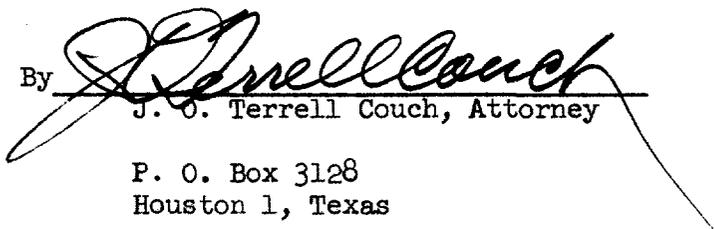
(d) The creation of a proration unit consisting of the aforesaid acreage will prevent the drilling of an unnecessary well, will not result in waste, will protect correlative rights and is necessary to prevent confiscation of The Ohio's property.

The Ohio Oil Company therefore respectfully requests that a time be set for hearing on this Application at the earliest practicable date; that notice of this Application and of such hearing be issued and served immediately by publication in accordance with the Rules and Regulations of this Commission as provided by law. The Ohio prays that on such hearing, the said non-standard proration unit sought hereby be formed and designated as containing 320 acres for the purpose of allocation of gas allowable in the Tubb Gas Pool and that the allowable production of said well from the Tubb Gas Pool be determined on the basis of such proration unit.

Respectfully submitted,

THE OHIO OIL COMPANY

By

  
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