

CA-994

MAIN OFFICE 900

SHELL OIL COMPANY

Box 1987
Hobbs, New Mexico

NOV 30 1955

AIR MAIL

November 30, 1955

Subject: Application by Shell Oil Company
and H. Olsen Oil Company for
Approval of Two Non-Standard Gas
Protraction Units in Section 36-24S-36E,
Jalisco Gas Pool, Lea County, New Mexico

New Mexico Oil Conservation Commission
P. O. Box 841
Santa Fe, New Mexico

Attention: Mr. W. B. Hacey

Gentlemen:

By this letter, Shell Oil Company and H. Olsen Oil Company request approval of two non-standard gas protraction units in Section 36-24S-36E, Jalisco Gas Pool, Lea County, New Mexico.

List A:

- (1) Shell State 1-4, located 300 feet from the north and west lines of Section 36, is currently assigned a 160-acre gas protraction unit consisting of the NE/4 of Section 36.
- (2) The applicants propose to increase the gas unit size to 320-acres which shall include the NE/4, NW/4, SE/4, and NE/4 SW/4 of Section 36.
- (3) The proposed non-standard gas protraction unit has the same royalty interest, The State of New Mexico.
- (4) The proposed non-standard gas protraction unit lies wholly within a governmental section.
- (5) The length or width of the proposed non-standard gas protraction unit does not exceed 5280 feet.
- (6) The proposed non-standard gas protraction unit may reasonably be presumed to be productive of gas.
- (7) The entire proposed non-standard gas protraction unit is within the horizontal limits of the Jalisco Gas Pool.

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- (8) The attached plat shows the boundary of the proposed non-standard gas production unit and the offset acreage.
- (9) By copy of this letter of application, all operators owning interest in the section in which the proposed non-standard gas production unit is situated and all operators owning interest within 1500 feet of Shell Blase 1-A have been notified by certified mail of this application.

Findings:

- (1) Olsen McKinney 1, located 660 feet from the north-east corner of Section 36, is a duly completed and a Seven Rivers oil and gas producer.
- (2) The applicants propose to form a 120-acre non-standard gas production unit consisting of the E/2 NE/4 and NE/4, SW/4 of Section 36 with Olsen McKinney 1 as the wellhead point.
- (3) The proposed non-standard gas production unit has the acre royalty interest, The State of New Mexico.
- (4) The proposed non-standard gas production unit is wholly within a governmental section.
- (5) The length or width of the proposed non-standard gas production unit does not exceed 5000 feet.
- (6) The proposed non-standard gas production unit may reasonably be presumed to be productive of gas.
- (7) The entire proposed non-standard gas production unit is within the horizontal limits of the Salted Gas Field.
- (8) The attached plat shows the boundary of the proposed non-standard gas production unit and the offset acreage.
- (9) By copy of this letter of application, all operators owning interest in the section in which the proposed non-standard gas production unit is situated and all operators owning interest within 1500 feet of Olsen McKinney 1 have been notified by certified mail of this application.

Therefore, Shell Oil Company and the Olsen Oil Company request that the foregoing application for two non-standard gas production units be heard before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, at its next regularly scheduled meeting to be held December 16, 1953.

Very truly yours,

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W. L. Olsen
President, Oregon
Petroleum Company

03: New Mexico Oil Conservation Commission
P. O. Box 2045
Hobbs, New Mexico

R. Olsen Oil Company
2805 Liberty Bank Building
Oklahoma City, Oklahoma

Anderson-Prichard Oil Corporation
Liberty Bank Building
Oklahoma City, Oklahoma

Mr. W. H. Black
P. O. Box 174
Midland, Texas

Citizen Service Oil Company
Empire-Masonic Building
Bartlesville, Oklahoma

Continental Oil Company
P. O. Box 431
Midland, Texas

Gulf Oil Corporation
P. O. Box 1667
Hobbs, New Mexico

Humble Oil & Refining Company
P. O. Box 1600
Midland, Texas

Mr. John L. Kelly
P. O. Box 3671
Roswell, New Mexico

Phillips Petroleum Company
Permian Building
Midland, Texas

Southern California Petroleum Corporation
Suite 905, Petroleum Life Building
Midland, Texas

The Texas Company
P. O. Box 1270
Midland, Texas

Tide Water Associated Oil Company
P. O. Box 731
Tulsa, Oklahoma

Western Natural Gas Company
823 Midland Tower
Midland, Texas

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Atlantic 1/2
Magnolia 1/2

R-36-E

Humble

Olsen - to 4000
Mag - D.Rts

Gulf
"Woolworth"



R. Olsen



Harrison

van Zandt

Woolworth

U.S.

R. Olsen

35



Shell
B-10709

Shell
B-1167

Shell
B-10709

R. Olsen O. Co.

36

So Cal Pet Corp

Watkins

Tide Water



Woolworth

Cities Service

W.H. Black



R. Olsen

UNIT "A"

Phillips

2-A 2

Shell
B-1167

"McKinney"

T
23
S

M. Martin

Texas

U.S.



John M Kelly

Cities Service
"W"



State

U.S.
G. Frisbee

2

1

And Frich.

T
24
S

Phillips

Woolworth

Gulf
"A"
Arnett



Continental
"Wells"



U.S.