

**SCHERMERHORN OIL CORPORATION**

P. O. BOX 1537  
HOBBS, NEW MEXICO

January 11, 1956

New Mexico Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Re: Jalmat Gas Pool  
Lea County, New Mexico  
Request for Enlargement of  
Non-standard Gas Proration Unit

Attention: Mr. W. B. Macey,  
Secretary-Director

Gentlemen:

It is respectfully requested that the Conservation Commission schedule a hearing to consider our application for approval for a 320 acre non-standard gas proration unit comprising the SE/4 of Section 24 and the NE/4 of Section 25, Twp. 22S, Rge. 35E, and to be assigned to the Schermerhorn Oil Corporation, Amerada-State #1, Jalmat pool, Lea County, New Mexico.

The Amerada-State #1 is located 660' from the East line and 1,980' from the South line of Section 24 and is completed as a gas well in the Jalmat pool. At the present time this well is assigned an allowable for 160 acres. This well is capable of producing far in excess of one unit allowable, therefore, an exception to Rule 5 (A), Order R-520 is requested, permitting the assignment of a 320 acre non-standard gas proration unit to the well. The proposed unit consists of contiguous quarter sections and the entire area may reasonably be presumed to be productive of gas.

It is requested that an examiner hear this case at the Hobbs office of the New Mexico Oil Conservation Commission.

All operators owning interests in Section 24 and 25 and within 1,500' of Amerada-State #1 as indicated on the attached plat have been furnished copies of this request by registered mail.

Yours very truly,

SCHERMERHORN OIL CORPORATION

By J. H. Moore  
J. H. Moore

cj

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

Cities Service Oil Company  
P. O. Box 97  
Hobbs, New Mexico

Carper Drilling Company  
Carper Building  
Artesia, New Mexico

Amerada Petroleum Corporation  
Drawer D  
Monument, New Mexico

Atlantic Refining Company  
P. O. Box 6640  
Roswell, New Mexico

Mr. J. R. Cone  
Great Plains Life Building  
Lubbock, Texas

**SCHERMERHORN OIL CORPORATION**

P. O. BOX 1537  
HOBBS, NEW MEXICO

*File  
Case 1011*

February 8, 1956

Mr. E. S. Walker  
Commissioner of Public Lands  
P. O. Box 791  
Santa Fe, New Mexico

Re: Oil Conservation  
Commission Case 1011

Dear Sir:

In Oil Conservation Commission Case 1011 our company has made application for an order granting an exception to Rule 5 (a) of the special rules and regulations for the Jalmat gas pool as set forth in Order R-520 to establish a 320 acre non-standard gas proration unit consisting of the SE/4 of Section 24 and the NE/4 of Section 25 in Twp. 22S, Rge. 35E, Lea County, New Mexico.

The SE/4 of Section 24, Twp. 22S, Rge. 35E is a portion of State lease NM-1071. The NE/4 of Section 25, Twp. 22S, Rge. 35E is New Mexico State lease E-1357.

The royalty under the proposed 320 acre unit is owned by the State of New Mexico subject to the above described leases. This is to ask approval by your office for the communitization of the two leases for the unit.

If the formation of this gas unit is agreeable, will you please so advise and a communitization agreement will be submitted for a certificate of approval.

Yours very truly,

SCHERMERHORN OIL CORPORATION

By \_\_\_\_\_  
J. H. Moore

cj  
cc: ✓ New Mexico Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico  
attention--Mr. W. W. Mankin  
  
Amerada Petroleum Company  
P. O. Box 591  
Midland, Texas  
attention--Mr. John Cornwall

February 10, 1956

In reply refer to:  
Unit Division

*Case # 1011*

Schermerhorn Oil Corporation  
P. O. Box 1537

Re: Communitizing  
SE/4 of Sec. 24-22S-35E  
NE/4 of Sec. 25-22S-35E

Attention: Mr. J. H. Moore

Gentlemen:

This is in reply to your letter of February 8, 1956, regarding your communitizing the above acreage, subject to the Oil Conservation Commission granting to you an exception to their Order No. R-520.

We would call your attention to the fact that the SE/4 of Section 24, Township 22S, Range 35E is contained in Lease E-396, Assignment No. 1.

We would also like information regarding the well for which you are asking for a non-standard gas proration unit. Is it designated as Amerada State Well No. 1 located in the NE/4 of the SE/4 of Section 24-22S-35E?

We will be glad to approve the Communitization of these two state leases; however, in the event your non-standard gas proration unit is not approved and your need for a Communitization of your leases is unnecessary, would you please advise us.

Very truly yours,

E. S. WALKER  
Commissioner of Public Lands

MMR/m

cc: OCC-Santa Fe

*all (770 A)  
Comm. Schermerhorn  
1956*

*NE 1/4 Sec 25  
# B-1357*

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

March 20, 1956

Mr. J. H. Moore  
Schermehorn Oil Corp.  
P.O. Box 1537  
Hobbs, New Mexico

Dear Sir:

We enclose a copy of Order R-762 issued March 14, 1955, by the Oil Conservation Commission in Case 1011, which was heard on February 8th in Hobbs.

Very truly yours,

W. B. Macey  
Secretary - Director

WBM:brp  
Encl.

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CME #1011

In reply refer to:  
Unit Division

December 28, 1956

Schermerhorn Oil Corporation  
P. O. Box 1537  
Hobbs, New Mexico

Re: Schermerhorn's Amerada-  
State Well No. 1  
Communitization Agreement -  
NE/4 of Sec. 25-22S-35E and  
SE/4 of Sec. 24-22S-35E,  
Lea County, New Mexico

Attention: Mr. J. H. Moore

Gentlemen:

We are enclosing one copy of the above design-  
ated Communitization, which was approved by the  
Commissioner of Public Lands December 28, 1956.  
Please give us the date you first produced this  
well on a 320-acre allowable.

Also enclosed is Official Receipt in the amount  
of \$5.00, which covers the filing fee.

Very truly yours,

S. S. WALKER  
Commissioner of Public Lands

SSW:rs B/m  
enc: 2

cc: OCC-Santa Fe  
OCC-Hobbs