



SKELLY OIL COMPANY

TULSA 2, OKLAHOMA

PRODUCTION DEPARTMENT
J. S. FREEMAN, VICE PRESIDENT

May 11, 1956

Re: Case 1054
Ballard-Pictured Cliffs Pool
San Juan and Rio Arriba Counties
New Mexico

Mr. Norman Woodruff
El Paso Natural Gas Company
El Paso, Texas

Mr. J. Glenn Turner
17th Floor Mercantile Bank Bldg.
Dallas, Texas

Mr. R. L. Hamblin
El Paso Natural Gas Company
El Paso, Texas

Mr. Albert R. Greer
315 1/2 West Main Street
Farmington, New Mexico

Mr. A. R. Grenier
Southern Union Gas Company
Bart Building
Dallas, Texas

Gentlemen:

As you well know Case 1054 has been continued until May 17, 1956, with the understanding that it would definitely be heard at that time by the Oil Conservation Commission.

For the past few weeks Mr. J. Glenn Turner, Mr. A. R. Greer and ourselves have been conscientiously working towards a settlement of all matters concerning the pending case. We believe that there is a probability of such settlement and as of this day, based on an agreement as to principle of pooling participation into one of all interests in the Mercantile Unit and the calling of a meeting by the present operator during May of all interests in the Unit, we are requesting the Commission to postpone this hearing until June 13.

Mr. Greer pointed out to us the importance of maintaining the separation of the area in Township 27 North, Range 9 West from the South Blanco Pool in order not to compete on a production basis to the disadvantage of all of us in Township 27 North, Range 9 West and other townships to the South.

May 11, 1936

Therefore, in line with our preliminary understanding, we propose to request the following:

- (a) Continue Case 1054 from May 17 to June 13.
- (b) Continue in Case 1071, which is set for hearing on May 16, last paragraph of Section 6, last paragraph of Section 8 and paragraph E until June 13, as it involves the subject matter of Case 1054.
- (c) Request the Commission to issue new notice to delete the production in Township 27 North, Range 9 West from the South Blanco Field.

We have been informed that the three above matters would not meet the objections to the parties to whom this letter is addressed.

The purpose of this letter is to acquaint all parties concerned with this general understanding so that we may all be prepared for the June 13th hearing with the hope that there may be unanimity before the Commission at the June hearing. We appreciate your kind consideration of the subject matter of this letter and should there be any doubt in any respect, please be free to call on the writer, and should there be any differences of opinion as to the above, the writer would appreciate being advised. Your telegraphic approval is requested.

Yours very truly,

(Signed) GEORGE W. SELINGER

George W. Selinger

OWS:mar



SKELLY OIL COMPANY

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J. S. FREEMAN, VICE PRESIDENT

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May 11, 1956

Therefore, in line with our preliminary understanding, we propose to request the following:

- (a) Continue Case 1054 from May 17 to June 13.
- (b) Continue in Case 1071, which is set for hearing on May 16, last paragraph of Section C, last paragraph of Section D and paragraph E until June 13, as it involves the subject matter of Case 1054.
- (c) Request the Commission to issue new notice to delete the production in Township 27 North, Range 9 West from the South Blance Field.

We have been informed that the three above matters would not meet the objections to the parties to whom this letter is addressed.

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Yours very truly,

(Signed) GEORGE W. SELINGER

George W. Selinger

GWS:EAR

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 19, 1956

C
O
P
Y

Mr. George Selinger
Skelly Oil Company
P.O. Box 1650
Tulsa, Oklahoma

Dear Sir:

We enclose a copy of Order R-845 issued July 18, 1956, by the Oil Conservation Commission in Case 1078, which was heard on June 12th.

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

brp
Encl.

Case 1106

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 11, 1956

C
O
P
Y

Mr. George W. Selinger
Skelly Oil Company
P.O. Box 1650
Tulsa 2, Oklahoma

Dear Mr. Selinger:

In reply to your letter of July 9th, please be advised that an order denying Skelly's application for the deletion of the area in 27 North, 9 West, from the South Blanco-Pictured Cliffs Pool is being prepared. Therefore, the matter of extending the pool as advertised in Case 1106 will be considered on July 18th.

Yours very truly,

A. L. Porter, Jr.
Secretary - Director

ALP:brp



SKELLY OIL COMPANY

PRODUCTION DEPARTMENT
J. S. FREEMAN, VICE PRESIDENT

TULSA 2, OKLAHOMA

July 9, 1956

Re: Case 1106

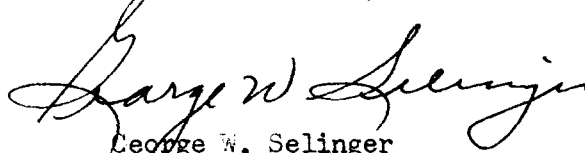
Mr. A. L. Porter
New Mexico Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Dear Sir:

We note that on July 18, in Case 1106, Paragraph "A", you seek to extend the South Blanco-Pictured Cliffs Pool in Township 27 North, Range 9 West to cover the N/2 of Section 15.

If you will recall this is in the same area covered by a previous application to which you agreed to dismiss the South Blanco designation in view of the possible deletion of Pictured Cliffs production in 27-9 from the South Blanco Pool. Since this is in the same status as the previous request, we are wondering whether or not it would be in order for you to dismiss this part also as you did in the previous case.

Yours very truly,


George W. Selinger

GWS:zmr