

THE ATLANTIC REFINING COMPANY

INCORPORATED - 1870

PETROLEUM PRODUCTS

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MAILING ADDRESS P. O. BOX 1978 ROSWELL, NEW MEXICO

DOMESTIC PRODUCING DEPARTMENT NEW MEXICO DISTRICT

BOONE MACAULAY, DISTRICT MANAGER

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R. F. CHAMPION, DISTRICT LANDMAN
W.T. EASTES, DISTRICT GEOPHYSICIST
E. R. DOUGLAS, DISTRICT GEOLOGIST
A. D. KLOXIN, DISTRICT DRLG, & PROD. SUP'T.
W.P. TOMLINSON, DISTRICT ENGINEER
B. R. WARE, ADMINISTRATIVE SUPERVISOR

February 18, 1963



New Mexico Oil Conservation Commission Post Office Box 871 Santa Fe, New Mexico

ATTENTION: Mr. A. L. Porter

Re: Case No. 2763: Application of Sunray DX Oil Company for Creation of Gas Pool and Establishment of Temporary Pool Rules, Eddy County, New Mexico

Gentlemen:

As a working-interest owner, we hereby urge that the Commission establish a new gas pool for the Sunray DX State "AH" No. 1 Well located in Unit K of Section 30, Township 18 South, Range 23 East, Eddy County, New Mexico, and grant temporary pool rules as applied for by the Sunray DX Oil Company. We have reviewed the application made by Sunray DX Oil Company and believe that provisions therein will prevent waste and protect correlative rights.

Yours very truly,

W. P. Tomlinson

pam

FORM 446 1-63



PAN AMERICAN PETROLEUM CORPORATION

OIL AND GAS BUILDING

P. O. BOX 1410

WILLIAM V. GRISHAM DIVISION ENGINEER

FORT WORTH 1, TEXAS February 27, 1963

> File: GHF-82-986.510.1

Subject: Case No. 2763 - Special Pool

Rules - Sunray DX Oil Company State "AH" No. 1, Section 30, T-18-S, R-23-E, Eddy County,

New Mexico

Mr. A. L. Porter, Jr. Secretary-Director New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Dear Sir:

It is our understanding that Case No. 2763, which was originally scheduled for hearing on February 21, 1963, on the application of Sunray DX Oil Company for the creation of a new Strawn gas pool in Eddy County, New Mexico, and for adoption of temporary rules to cover the pool, has been continued until the first examiner hearing in March. The following is a statement of Pan American Petroleum Corporation's position concerning this application. It would be appreciated if you will read this statement into the record of the hearing.

> Pan American Petroleum Corporation, as an interest owner in acreage in the vicinity of Sunray DX Oil Company's State "AH" No. 1, Section 30, T-18-S, R-23-E, Eddy County, New Mexico, supports Sunray DX Oil Company's application for creation of a new pool and for adoption of temporary rules for this pool to include, among other things, 640-acre gas proration units. In our opinion, the indications that the Strawn formation is capable of affording wide drainage are sufficient at this time to justify the establishment of temporary 640-acre proration units.

> > Yours very truly,

10.1. Greating

cc: Sunray DX Oil Company P. O. Box 2039

Tulsa 2, Oklahoma

GILBERT, WHITE AND GILBERT

AT TORYEYS AND COUNSELORS AT LAW

BISHOP BUILDING

SANTA FE, NEW MEXICO
L.C. WHITE 1833 MART D 11 17
SUMNER S. KCCH

March 4, 1963

WILLIAM B. KELLY

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

Attention: Mr. Daniel S. Nutter, Examiner

Re: Case No. 2763 - Application of Sunray DX Oil Company for creation of Strawn gas pool and for special rules.

Hearing date: March 7th, 1963

Gentlemen:

Sunray DX Oil Company respectfully requests that the application in the above-captioned matter in Case No. 2763 be dismissed without prejudice.

Very truly yours,

with he

L. C. WHITE

LCW/ab

GOVERNOR JACK M. CAMPBELL CHAIRMAN

State of New Mexico

Bil Conserbation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER



STATE GEOLOGIST A. L. PORTER, JR. BECRETARY - DIRECTOR

March 11, 1963

Mr. Charlie White Gilbert, White & Gilbert Attorneys at Law Box787 Santa Fe, New Mexico Re: Case No. 2763
Order No. R-2444
Applicant:

Sunray DX Oil Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

Carbon copy of order also sent to:

Hobbs OCC ______
Artesia OCC _____
Astec OCC _____
OTHER_____