

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

MAY 1 1955
MAY 1 1955

April 30, 1955

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

Attention: Mr. J. D. Albright

Re: Proposed NSP-137

Gentlemen:

Reference is made to your application for approval of a 160-acre non-standard gas proration unit in the Eumont Gas Pool, consisting of SW/4 of Section 2, Township 20 South, Range 37 East, Lea County, New Mexico, to be assigned to your State "AR" Well No. 1.

Information available at this office indicates that your State "AR" Well No. 1 had a gas-oil ratio on the initial potential test of 78,600-1. Therefore, as you know under the provisions of Order R-520, this well would be classified as an oil well and could receive no more than 40 acres.

It is my understanding that it is the intention of Cities Service Oil Company to conduct further tests on this well to determine the gas-oil ratio as soon as a pipeline connection to this well has been made.

This office will withhold any action on proposed NSP-137 until such time as we receive the results of this further testing.

Very truly yours,

C. M. Rieder
District Engineer

CMR:jh

cc: Oil Conservation Commission, Hobbs

COPY

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 30, 1952

Oil Conservation Commission
Santa Fe, New Mexico

Application for Oil Well No. 1

Re: Proposed NSP-137

Dear Sir:

Reference is made to your application for approval of a 100-acre
oil and gas operation unit in the Burnout Gas Pool, consisting of 57.15
acres, Township 20 South, Range 37 East, Las Alamos County, New Mexico,
and to your State Oil Well No. 1.

Information available at this office indicates that your State "A" Well
No. 1 had a gas-oil ratio on the initial potential test of 78,600-1. Therefore,
as you know under the provisions of Order R-250, this well would be classified
as a "A" well and could receive no more than 40 acres.

It is my understanding that it is the intention of Office Service Oil Com-
pany to conduct further tests on this well to determine the gas-oil ratio as
soon as a pipeline connection to this well has been made.

This office will withhold any action on proposed NSP-137 until such
time as we receive the results of this further testing.

Very truly yours,

C. M. Rieder
District Engineer

Oil Conservation Commission, Hobbs