

Case No.

624

---

Application, Transcript,  
Small Exhibits, Etc.

NO.

Eastern Union Gas Co. Northbrook  
Mass. 01901 in 33-198-27E (120 acres)  
Lumber Gas Pool

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF THE STATE OF NEW  
MEXICO FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 624  
Order No. R-482

THE APPLICATION OF SOUTHERN UNION  
GAS COMPANY FOR AN ORDER GRANTING  
APPROVAL OF AN EXCEPTION PURSUANT  
TO RULE 7 (a) OF ORDER NO. R-370-A IN  
ESTABLISHMENT OF AN UNORTHODOX GAS  
PRORATION UNIT OF 120 CONTIGUOUS ACRES  
CONSISTING OF EAST HALF SOUTHEAST QUARTER  
AND NORTHWEST QUARTER SOUTHEAST QUARTER  
OF SECTION 33, TOWNSHIP 19 SOUTH, RANGE 37  
EAST, NMPM, LEA COUNTY, NEW MEXICO, IN  
THE EUMONT GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on December 17, 1953 at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 17<sup>th</sup> day of June, 1954, the Commission, a quorum being present, having considered the records and testimony adduced and being fully advised in the premises;

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That pursuant to provisions of Rule 7 (a) of Order No. R-370-A the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal quarter section after notice and hearing by the Commission.

(3) That applicant, Southern Union Gas Company, is the owner of an oil and gas lease in Lea County, New Mexico the land consisting of other than a legal quarter section, and described as follows, to-wit:

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM  
E/2 SE/4 and NW/4 SE/4 of Section 33.

containing 120 acres, more or less.

(4) That applicant, Southern Union Gas Company, has a producing well on the aforesaid lease known as Williams No. 2, located 1980' from the South line and 660' from the East line of Section 33, Township 19 South, Range 37 East.

(5) That the aforesaid well was completed and in production prior to January 1, 1954, the effective date of Order No. R-370-A, and is located within the limits of the pool heretofore delineated and designated as the Eumont Gas Pool.

(6) That it is impractical to pool applicant's said lease with adjoining acreage in the SE/4 of Section 33, Township 19 South, Range 37 East, and that the owner of adjoining acreage in said quarter section has not objected to the formation of the proposed proration unit of 120 acres.

(7) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas in the Eumont Gas Pool.

(8) That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste, will protect correlative rights, and is necessary to prevent confiscation of applicant's property.

IT IS THEREFORE ORDERED:

(1) That the application of Southern Union Gas Company for approval of an unorthodox proration unit consisting of the following described acreage

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM  
E/2 SE/4 and NW/4 SE/4 of Section 33

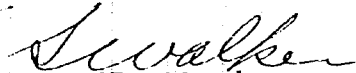
be and the same is hereby approved, and a proration unit consisting of aforesaid acreage is hereby created.

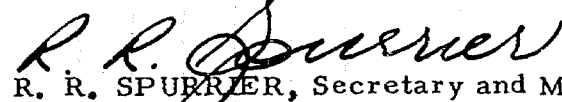
(2) That applicant's well, Williams No. 2, located in the NE/4 SE/4 of Section 33, Township 19 South, Range 37 East, NMPM, shall be granted an allowable from January 1, 1954 in the proportion that the above described 120 acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission.

DONE at Santa Fe, New Mexico, the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
EDWIN L. MECHEM, Chairman

  
E. S. WALKER, Member

  
R. R. SPURRER, Secretary and Member

S E A L

WJK

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF THE STATE OF NEW  
MEXICO FOR THE PURPOSE OF CON-  
SIDERING:

CASE NO. 624  
Order No. R- 482

THE APPLICATION OF *Southern*  
*Union Gas Company*  
FOR AN ORDER GRANTING APPROVAL *PURSUANT*  
OF AN EXCEPTION/TO RULE 7 (a) OF  
ORDER NO. R-370A IN ESTABLISHMENT  
OF AN UNORTHODOX GAS PRORATION  
UNIT OF 120 CONTIGUOUS ACRES  
CONSISTING OF *E/2 SE/4 and*  
*NW/4 SE/4 of Section 33,*  
*Township 19 South, Range*  
*37 EAST, NMPM, Lea County,*  
*New Mexico, on the Eumont*  
*Gas Pool.*

BY THE COMMISSION:

ORDER OF THE COMMISSION

This cause came on for hearing at 9 o'clock a. m., on *December 17,*  
*1953* at Santa Fe, New Mexico, before the Oil Conservation Commission, herein-  
after referred to as the "Commission".

NOW, on this *June* day of *June*, 1954, the Commission, a  
quorum being present, having considered the records and testimony adduced, and  
being fully advised in the premises;

FINDS:

(1) That due notice of the time and place of hearing and the purpose  
thereof having been given as required by law, the Commission has jurisdiction of this  
case and the subject matter thereof.

(2) That pursuant to provisions of Rule 7 (a) of Order No. R- 370-A,  
the Commission has power and authority to permit the formation of a gas proration  
unit consisting of other than a legal quarter section after notice and hearing by the  
Commission.

(3) That applicant, *Southern Union Gas Company,*  
is the owner of an oil and gas lease in Lea County, New Mexico the land consisting of  
other than a legal quarter section, and described as follows, to-wit:

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM.  
*E/2 SE/4 and NW/4 SE/4*  
*of Section 33.*

containing *120* acres, more or less.

Order No. R-\_\_\_\_\_

(4) That applicant, *Southern Union Gas Company*, has a producing well on the aforesaid lease known as *Williams, No. 2*, located *1980'* from the *South* line and *660'* from the *EAST* line of Section *33*, Township *9* South, Range *37* East.

(5) That the aforesaid well was completed and in production prior to January 1, 1954, the effective date of Order No. R-*370A*, and is located within the limits of the pool heretofore delineated and designated as the *Eumont* Gas Pool.

(6) That it is <sup>*IMPRACTICAL*</sup> ~~impossible~~ to pool applicant's said lease with adjoining acreage in the *SE 1/4* of Section *33*, Township *19* South, Range *37* East, and that the owner~~s~~ of adjoining acreage in said quarter section <sup>*HAS*</sup> ~~have~~ not objected to the formation of the proposed proration unit of *120* acres, but ~~have expressly consented thereto.~~

(7) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover ~~his~~ just and equitable share of the natural gas in the *Eumont* Gas Pool.

(8) That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste, will protect correlative rights, and is necessary to prevent confiscation of applicant's property.

IT IS THEREFORE ORDERED:

(1) That the application of *Southern Union Gas Company* for approval of an unorthodox proration unit consisting of the following described acreage

TOWNSHIP *9* SOUTH, RANGE *37* EAST, NMPM.  
*E 1/2 SE 1/4 and NW 1/4 SE 1/4 of*  
*Section 33*

*be AND The same*

is hereby approved, and a proration unit consisting of aforesaid acreage is hereby created ~~and approved.~~

Order No. R-\_\_\_\_\_

(2) That applicant's well, *Williams No. 2*, located in the *NE 1/4 SE 1/4* of Section 33, Township 19 South, Range 37 East, NMPM, shall be granted an allowable from January 1, 1954 in the proportion that the above described *120* acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission.

DONE at Santa Fe, New Mexico, the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

R. R. SPURRIER, Secretary and Member

(S E A L)

C  
P  
Y

Dec 17 1953 Hearing - CROSS FILE: RE CASES 613 - 626, incl.

In File Case 613, note Shell Oil Company statement which was to be applied  
to Cases 613 - 626, incl.



RECEIVED  
NOV 16 1933

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF  
SOUTHERN UNION GAS COMPANY FOR APPROVAL  
OF AN UNORTHODOX GAS PRORATION UNIT IN  
THE EUMONT POOL, LEA COUNTY, NEW MEXICO

CASE NO. 624

APPLICATION

The undersigned Applicant, Southern Union Gas Company, respectfully petitions the Commission for the issuance of an order approving an unorthodox gas proration unit in the Eumont Gas Pool comprising the  $E\frac{1}{2}$  of the  $SE\frac{1}{4}$  and the  $NW\frac{1}{4}$  of the  $SE\frac{1}{4}$  of Section 33, all in Township 19 South, Range 37 East, N.M.P.M., Lea County, New Mexico, as depicted on the plat attached hereto as Exhibit "A", and containing 120 acres, more or less.

In support of this application, Applicant alleges and states:

1. That Applicant is a corporation organized under the laws of the State of Delaware and is qualified to transact business in the State of New Mexico. Its principal place of business is located at Dallas, Texas, where it maintains its principal business office at 1104 Burt Building, Dallas 1, Texas.

2. That Applicant is the present owner and holder of an oil and gas lease executed by James H. Williams et al, as Lessors, covering and embracing, among other lands, the  $E\frac{1}{2}$  of the  $SE\frac{1}{4}$  and the  $NW\frac{1}{4}$  of the  $SE\frac{1}{4}$  of Section 33, Township 19 South, Range 37 East, N.M.P.M., Lea County, New Mexico.

3. That Applicant drilled and completed its Williams No. 2 gas well on the above described lands at a location 660' West of the East line, and 3300' South of the North line of Section 33, Township 19 South, Range 37 East, N.M.P.M., and such well is presently connected to Applicant's Lea County gathering system.

4. That Applicant has not been able to effectively pool the above lease so as to form an orthodox proration unit.

5. That Applicant's well is a marginal well and approval of the proposed unorthodox gas proration unit will not seriously affect future drilling, if any, in the area.

Therefore, Applicant respectfully requests that this matter be set down

for hearing before the Commission; that notice thereof be given as required by law and the regulations of the Commission; and that upon final hearing the Commission enter its order approving the unorthodox gas proration unit as requested by Applicant in this application.

Respectfully submitted,

SOUTHERN UNION GAS COMPANY ,

By Q. B. Davis  
Its Attorney

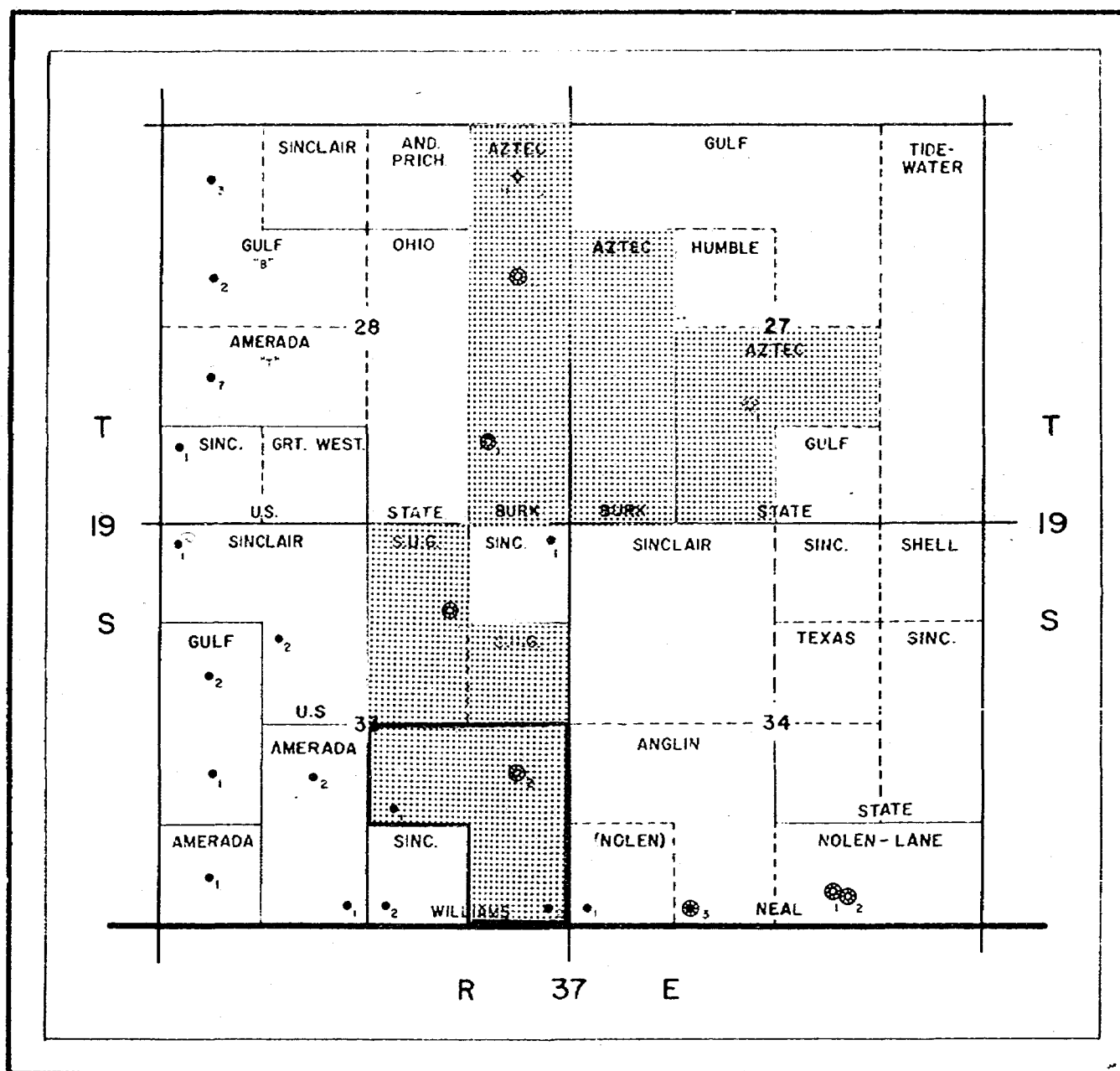
STATE OF TEXAS     )  
                          ) SS  
COUNTY OF DALLAS   )

Subscribed and sworn to before me by Quilman B. Davis, Attorney of Southern Union Gas Company, the above named Applicant, this 10th day of November, 1953.

Naomi D. Langran  
Notary Public in and for  
Dallas County, Texas

My Commission Expires:

June 1, 1955



Southern Union Gas Company

Exhibit "A"