

Case No.

1108

Application, Transcript,  
Small Exhibits, Etc.

CASE 1108: El Paso application for 320 acre  
NS gas proration unit, S/2 Sec. 27-25S-37E,  
Jalmat Gas Pool, Harrison Federal No. 1 Well

BEFORE THE  
**Oil Conservation Commission**  
SANTA FE, NEW MEXICO  
July 25, 1956

IN THE MATTER OF:

CASE NO. 1108

TRANSCRIPT OF PROCEEDINGS

DEARNLEY-MEIER AND ASSOCIATES  
COURT REPORTERS  
605 SIMMS BUILDING  
TELEPHONE 3-6691  
ALBUQUERQUE, NEW MEXICO

BEFORE THE  
OIL CONSERVATION COMMISSION  
HOBBS, NEW MEXICO  
JULY 25, 1956

IN THE MATTER OF:

CASE 1108: Application of El Paso Natural Gas Company for  
a non-standard gas proration unit in the Jalmat  
Gas Pool in exception to Rule 5 (a) of the Special Rules  
and Regulations for the Jalmat Gas Pool as set forth in  
Order R-520. Applicant in the above-styled cause, seeks an  
order authorizing a 320 acre non-standard gas proration unit  
in the Jalmat Gas Pool consisting of the S/2 Section 27,  
Township 25 South, Range 37 East, Lea County, New Mexico;  
said unit to be dedicated to applicant's Harrison Federal No.  
1 Well located 1980 feet from the South line and 660 feet  
from the West line of said Section 27.

BEFORE:

Mr. Daniel S. Nutter, Examiner.

P R O C E E D I N G S

MR. NUTTER: The next case on the Docket is Case 1108.

MR. GURLEY: Application of El Paso Natural Gas Company for  
a non-standard gas proration unit in the Jalmat Gas Pool in exception  
to Rule 5 (a) of the Special Rules and Regulations for the Jalmat  
Gas Pool as set forth in Order R-520.

We have a letter from the El Paso Natural Gas Company dated  
July 16, 1956. (Reading letter.)

I therefore move, Mr. Examiner, in view of this letter, that  
this case be dismissed.

MR. NUTTER: Is there any objection to the dismissal of Case

1108? If not, it will be dismissed.

\* \* \* \* \*

STATE OF NEW MEXICO )  
: ss  
COUNTY OF BERNALILLO )

I, THURMAN J. MOODY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Proceedings before the New Mexico Oil Conservation Commission was reported by me in stenotype and reduced to typewritten transcript by me and/or under my personal supervision, and that the same is a true and correct record to the best of my knowledge, skill and ability.

WITNESS MY HAND AND SEAL, this, the 6th day of August, 1956, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

  
Notary Public

My Commission Expires:  
April 3, 1960.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 6, 1956

C  
O  
P  
Y

Mr. J. J. Bowden  
El Paso Natural Gas Co.  
P.O. Box 1492  
El Paso, Texas

Dear Sir:

We enclose a copy of Order R-871 issued by the Oil Conservation Commission on August 30, 1956, in Case 1108, which was heard on July 25th at Hobbs.

Very truly yours,

A. L. Porter, Jr.  
Secretary - Director

brp  
Encl.

**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. 1108  
Order No. R-871**

**APPLICATION OF EL PASO NATURAL  
GAS COMPANY FOR AN ORDER  
APPROVING AN EXCEPTION TO RULE  
5 (a) OF THE SPECIAL RULES AND  
REGULATIONS FOR THE JALMAT GAS  
POOL AS SET FORTH IN ORDER R-520  
IN THE ESTABLISHMENT OF A NON-  
STANDARD GAS PROBATION UNIT OF  
320 CONTIGUOUS ACRES CONSISTING OF  
THE S/2 OF SECTION 27, TOWNSHIP 25  
SOUTH, RANGE 37 EAST, NMPM, LEA  
COUNTY, NEW MEXICO.**

**ORDER OF DISMISSAL**

**BY THE COMMISSION:**

This cause came on for hearing at 9 o'clock a. m., on July 25, 1956, at Hobbs, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission", in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 30<sup>th</sup> day of August, 1956, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

**FINDS:**

- (1) That due notice having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.
- (2) That applicant entered an appearance before the Commission and moved to dismiss the cause.
- (3) That this cause should therefore be dismissed.

-2-

Order No. R-871

**IT IS THEREFORE ORDERED:**

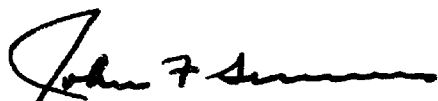
That the application of El Paso Natural Gas Company for an order granting approval of a non-standard gas proration unit consisting of the following described acreage in the Jalmat Gas Pool, Lea County, New Mexico:

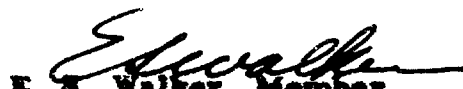
**Township 25 South, Range 37 East, NMPM**  
**S/2 of Section 27**

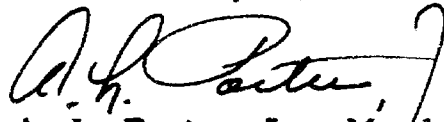
be and the same is hereby dismissed.

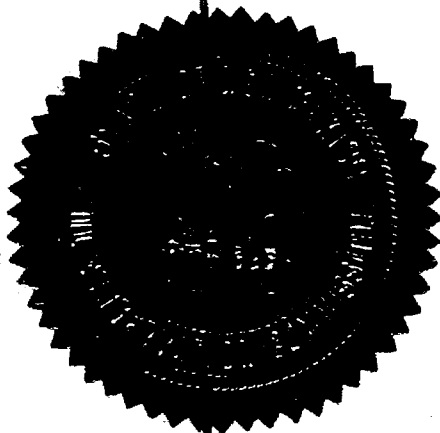
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
John F. Simms, Chairman

  
E. S. Walker, Member

  
A. L. Porter, Jr., Member & Secretary





NEW MEXICO OIL CONSERVATION COMMISSION

RECEIVED JUL 1 1956

NEW MEXICO OIL CONSERVATION COMMISSION  
BEFORE AN EXAMINER AT HOBBS, NEW MEXICO

*Examiner*

*Hj*

*@ Hobbs*  
*on 7/25*

In the Matter of the Application of )  
El Paso Natural Gas Company for an )  
Exception to Rule 5(a) of Order #R-520 )  
of the Special Rules for the Jalmat Gas )  
Pool, Lea County, New Mexico for the )  
El Paso Natural Gas Company Harrison )  
Federal #1 Gas Well which is located in )  
the NW/4 SW/4 of Section 27, Township )  
25 South, Range 37 East, N.M.P.M., Lea )  
County, New Mexico )

Case No.

*1108*

TO THE NEW MEXICO OIL CONSERVATION COMMISSION:

Now comes El Paso Natural Gas Company and requests the Commission to set a hearing before an Examiner at the Hobbs, New Mexico Office of the New Mexico Oil Conservation Commission and grant an exception to Rule 5(a) of that part of the New Mexico Oil Conservation Commission Order Number R-520 pertaining to the Jalmat Gas Pool, Lea County, New Mexico, for its Harrison Federal #1 Well, and for its grounds therefor states:

1. That R. Olsen completed the R. Olsen Harrison Federal #1 Well on December 13, 1955. That said well is located 1980 feet from the South line and 660 feet from the West line of Section 27, Township 25 South, Range 37 East, N.M.P.M. This well was drilled to a total of 3370 feet and was plugged back to 3110 feet and is now a gas well producing from the Jalmat Gas Pool. On December 12, 1955, this well tested 9,700 MCF per day absolute open flow.
2. That by Bill of Sale dated May 25, 1956, R. Olsen sold this well to El Paso Natural Gas Company.
3. That El Paso Natural Gas Company and Westates Petroleum Company hold the gas operating rights under the S/2 of Section 27, Township 25 South, Range 37 East, N.M.P.M., and that they have agreed to communitize their interests insofar as they cover the Yates, Seven River and/or Queen Formations in order to form a 320 acre unit consisting of said S/2 of Section 27, Township 25 South, Range 37 East, N.M.P.M., subject to the approval of this Application. El Paso Natural Gas Company will be the Unit Operator.
4. That the proposed Non-Standard Gas Proration Unit consists of contiguous quarter-quarter sections.
5. That the entire proposed Non-Standard Gas Proration Unit may reasonably be presumed to be productive of gas.

6. That the length and width of the proposed Non-Standard Gas Proration Unit does not exceed 5280 feet.
7. That there is attached hereto a plat showing the acreage to be dedicated to the proposed Non-Standard Gas Proration Unit, the location of the well, and the offset ownership.
8. That the granting of the exception requested herein will not adversely affect the correlative rights of any offset owner and will protect the correlative rights of Applicant, will prevent waste, will avoid the drilling of unnecessary wells, and is in the interest of conservation.
9. That by copy of this Application all of the other operators owning an interest in the section in which the proposed Non-Standard Gas Proration Unit is situated and all operators owning an interest within 1980 feet of the well have been notified by registered mail of this Application.

WHEREFORE, Applicant requests that this matter be set down for hearing before an Examiner at the Hobbs, New Mexico Office of the New Mexico Oil Conservation Commission, that proper notice as required by law be published, and that the Commission issue its order granting Applicant an exception to Rule 5(a) of Order No. R-520 in order to form a Non-Standard Proration Unit in the Jalmat Gas Pool consisting of the S/2 of Section 27, Township 25 South, Range 37 East, N.M.P.M.

EL PASO NATURAL GAS COMPANY

By *Samuel Smith*  
Assistant Manager  
Lease Department

THE STATE OF TEXAS )  
 )  
COUNTY OF EL PASO )

On the 20th day of June, 1956, before me personally appeared SAMUEL SMITH, to me known to be the person who executed the foregoing Application and states that the foregoing statements are true to the best of his knowledge and belief.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year first above written.

My Commission Expires:

June 1, 1957

*Helen Adams*  
Notary Public in and for El Paso  
County, Texas

HELEN ADAMS

Notary Public, in and for El Paso County, Texas  
My commission expires June 1, 1957

6. That the length and width of the proposed Non-Standard Gas Proration Unit does not exceed 5280 feet.
7. That there is attached hereto a plat showing the acreage to be dedicated to the proposed Non-Standard Gas Proration Unit, the location of the well, and the offset ownership.
8. That the granting of the exception requested herein will not adversely affect the correlative rights of any offset owner and will protect the correlative rights of Applicant, will prevent waste, will avoid the drilling of unnecessary wells, and is in the interest of conservation.
9. That by copy of this Application all of the other operators owning an interest in the section in which the proposed Non-Standard Gas Proration Unit is situated and all operators owning an interest within 1980 feet of the well have been notified by registered mail of this Application.

WHEREFORE, Applicant requests that this matter be set down for hearing before an Examiner at the Hobbs, New Mexico Office of the New Mexico Oil Conservation Commission, that proper notice as required by law be published, and that the Commission issue its order granting Applicant an exception to Rule 5(a) of Order No. R-520 in order to form a Non-Standard Proration Unit in the Jalmat Gas Pool consisting of the S/2 of Section 27, Township 25 South, Range 37 East, N.M.P.M.

EL PASO NATURAL GAS COMPANY

By \_\_\_\_\_  
Assistant Manager  
Lease Department

THE STATE OF TEXAS )  
 )  
COUNTY OF EL PASO )

On the \_\_\_\_\_ day of June, 1956, before me personally appeared SAMUEL SMITH, to me known to be the person who executed the foregoing Application and states that the foregoing statements are true to the best of his knowledge and belief.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year first above written.

My Commission Expires:

June 1, 1957

Notary Public in and for El Paso  
County, Texas

**Copies by Registered Mail to:**

**Culbertson & Irwin Inc.  
901 McClintic Bldg.  
Midland, Texas**

**Anderson Prichard Oil Corporation  
Liberty Bank Building  
Oklahoma City, Oklahoma**

**R. Olsen  
2808 Liberty Bank Bldg.  
Oklahoma City, Oklahoma**

**Phillips Petroleum Corporation  
Permian Building  
Midland, Texas**

**C. F. Blount  
321 West Douglas  
Wichita 2, Kansas**

**Woodley Petroleum Company  
Post Office Box 1403  
Houston 1, Texas**

**Westates Petroleum Corporation  
391 Sutter Street  
San Francisco 8, California**

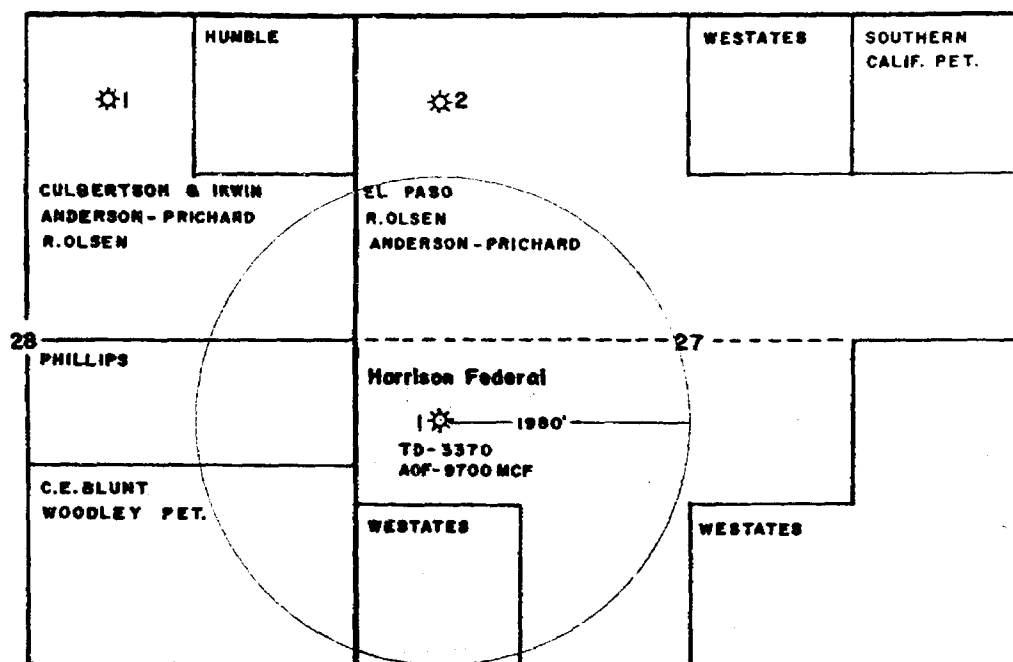
**Southern California Petroleum Corporation  
Post Office Box 172  
Midland, Texas**

**Humble Oil & Refining Company  
Box 1600  
Midland, Texas**

**New Mexico Oil Conservation Commission (3)  
Post Office Box 871  
Santa Fe, New Mexico**

**New Mexico Oil Conservation Commission (1)  
Post Office Box 2045  
Hobbs, New Mexico**

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*Case File*

MAIN OFFICE 006 *El Paso Natural Gas Company*

*com 7/17/56*

*DSN*

1956 JUL 17 PM 1:26

*El Paso, Texas*

July 16, 1956

*Case #1108*

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

Attention: Mr. A. L. Porter, Jr.

Re: Application of El Paso Natural Gas Company for a Non-Standard Gas Proration Unit consisting of the S/2 of Section 27, Township 25 South, Range 37 East N.M.P.M., for its Harrison Federal #1 gas well, before an examiner at Hobbs, New Mexico.

Gentlemen:

On or about June 20, 1956, El Paso Natural Gas Company filed an application for a hearing before an examiner at Hobbs, New Mexico, for a Non-Standard Gas Proration Unit for its Harrison Federal #1 Gas Well.

El Paso Natural Gas Company would now respectfully request that its said application be withdrawn.

Very truly yours,

*J. J. Bowden*

J. J. Bowden  
Area Landman  
Lease Department

JJB:em

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

Culbertson & Irwin, Inc.  
901 McClintic Building  
Midland, Texas

R. Olson  
2808 Liberty Bank Building  
Oklahoma City, Oklahoma

MAIN OFFICE OCC  
JUN 21 1956 PM 1:10

El Paso Natural Gas Company

El Paso, Texas  
June 20, 1956

7-25-56  
Hobbs

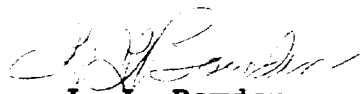
New Mexico Oil Conservation Commission  
Post Office Box 871  
Santa Fe, New Mexico

In Re: NM-71

Gentlemen:

Enclosed herewith please find three (3) copies  
of our Application for a Non-Standard Gas Proration Unit  
for the El Paso Natural Gas Company Harrison Federal #1  
Well which is located in the NW/4 SW/4 of Section 27,  
Township 25 South, Range 37 East, N.M.P.M., Lea County,  
New Mexico.

Very truly yours,

  
J. J. Bowden  
Area Landman  
Lease Department

JJB:ha  
Encls.

Air Mail-Registered

Sent copy  
of Decree  
to Harrison  
@ EPNO  
7/13/56