Case //o.

79

Replication, Transcript,

Small Exhibits, Etc.

SALMON BUILDING SANTA FE, NEW MEXICO

June 24, 1946.

Case 79-

Oil Conservation Commission, Santa Fe, New Mexico.

Attention: Mr. Carl B. Livingston, Chief Clerk and Legal Adviser.

Dear Mr. Livingston:

On May 22, 1946, I forwarded you Amended Application for oil spacing in the Fulcher Basin Field to be filed in Case No. 79, entitled "In the Matter of the Spacing for Gas Wells in the Fulcher Basin Field, etc.

The applicant, Southern Union Production Company, does not desire to further proceed with said amended application, and an order may be entered dismissing the application without prejudice.

Yours very truly,

Manuel a banche

cc to Mr. Van Thompson, Dallas, Texas; Mr. J.R.Cole, Santa Fe, N.Mex.

Box 871

Santa Je, New Mexico

JOHN M. KELLY

DIRECTOR



May 23, 1946





Case No. 79, Application of Southern Union Production Company for an order providing 140-case specing for gas wells in Polither Seain, San Jana County, New Herico.



Yeary terely years,

KIKER & SANCHEZ

H. A. KIKER MANUEL A. BANCHEZ

SANTA FE, NEW MEXICO

May 22, 1946.

Mr. Carl B. Livingston, Chief Clerk and Legal Adviser, Cil Consarvation Commission, Santa Fe, New Mexico.

Dear Mr. Livingston:

Re: Case No. 79, Application of Southern Union Production Company for an order providing 160-acre spacing for gas wells in Fulcher Basin, San Juan County.

This is to acknowledge receipt of your letter of May 20, 1946, advising that the case has been set for hearing at Santa Fe, New Mexico, on June 7, 1946, at 10:00 A.M.

Because of the fact that the Fulcher Basin area has increased in size since the application in the above matter was filed on behalf of Southern Union Production Company, I will have to file an amended application for well spacing, and this letter will constitute a withdrawal of the original application and request that the hearing on the matter be vacated.

An amended petition will be filed in the matter so as to include all the area in the Fulcher Basin which should be included with regard to the gas well spacing.

Yours very truly,

Manuel a. Sanchy

KIKER & SANGHEZ

H. A. HIKER

SALLION BUILDING

SANTA RE. NEW MEXICO

May 22, 1946.

Mr. Carl B. Livingston, Chief Clerk and Legal Adviser, Oil Conservation Commission, Santa Fe, New Mexico.

Dear Mr. Livingston:

I enclose herewith amended application for well spacing in the Fulcher Basin Field. will appreciate if the application is filed and notice is given as required by the statute.

Yours very truly, a family

MAS/JF cc to Mr. J.R.Cole, Santa Fe, N.Mex. Mr. Van Thompson, Dallas, Texas

# BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE SPACING FOR GAS WELLS IN THE FULCHER BASIN FIELD, WHICH BASIN IS DEFINED TO CONSIST OF THE FOLLOWING LANDS: SECTIONS 34 and THE FOLLOWING LANDS: SECTIONS 34 and 35, TOWNSHIP 30 NORTH, RANGE 12 WEST, N.M.P.M., SECTIONS 1, 2, 3,  $\frac{1}{12}$  10, N.M.P.M., SECTIONS 1, 29 NORTH, RANGE 11, 12 & 13, TOWNSHIP 29 NORTH, RANGE 12 WEST, N.M.P.M., SECTIONS 7, 17, 18, 19, 20 and 21, TOWNSHIP 29 NORTH, RANGE 11 WEST, N.M.P.M.

Case No. 79.

# AMENDED APPLICATION OF SOUTHERN UNION PRODUCTION COMPANY

Comes now Southern Union Production Company and hereby makes amended application for an order of the Oil Conservation Commission providing for 160 acre spacing for gas wells in the Fulcher Basin Field, and in support of said

- 1. That the Fulcher Basin Field has been considered as containing amended application, states: the area in the caption above described; that said field in fact comprises also the following lands: All of Sections 19, 20, 27, 28, 29, 30, 32, 33, Twp. 30 N., R. 12 W., and E2 Section 4, Twp. 29 N., R. 12 W.
  - 2. That until on or about the 8th day of May, 1946, under orders of the Oil Conservation Commission, units in the above field in the caption herein described for spacing of wells consisted of 160 acres in an approximate square as defined by United States Public Land Surveys. One gas well permitted to each of said units and no well to be located dloser than 330 ft to the exterior
    - 3. That on or about the St. day of May, 1946, the Oil Conservation boundary of any such unit. Commission rescinded the order providing for spacing as in the preceding para-
      - 4. That upon rescission of said order, the spacing of wells in said graph stated. field as in the caption described consists of whits of 40 acres.
        - 5. That during the time that the 160 acre was in effect from the 22nd day of June, 1943, to the 8th day of May, 1946, this applicant and many others drilled their wells on a 160 acre pattern, and that new drilling on the 40 acre pattern will interfere with the planned development of said basin, is not in the best interests of conservation, is not economical and imposes unnecessary and inequitable nardship upon this applicant and other parties who have operated on the 160 acre well spacing.

Marian de la constante de la c

6. That much of the acreage of said basin comprises Federal Lands and that the agencies of the Federal Government interested therein are, as this applicant is advised, in favor of the 160 acre well spacing.

WHEREFORE, this applicant requests that a hearing on this applicatin be had; that all parties in interest be advised thereof, and that upon hearing, the Commission order said Fulcher Basin increased to include the lands in paragraph 1 hereof described, and that upon hearing the Commission order well spacing on a basis of 160 acre units.

Union Production Company.

Santa Fe, New Mexico.

### NOTICE OF PUBLICATION STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

The Oil Conservation Commission, as provided by law, hereby gives notice of the following hearing to be held at Santa Fe, New Mexico at 10:00 A. M., June 7, 1946:

### Case 79.

In the matter of the application of the Southern Union Production Company for an order providing for 160-acre spacing for gas wells in the Fulcher Basin Field, consisting of Sections 34 and 35, To 30N, R. 12W, Sections 1, 2, 3, E2 10, 11, 12 and 13, To 29N, R. 12W, Sections 7, 17, 18, 19, 20 and 21, To 29N, R. 11W, N.M.P.M., San Juan County, New Mexico.

Given under the seal of said Commission at Santa Fe, New Mexico on May 20, 1946.

OIL CONSERVATION COMMISSION

By: R. R. Spurrier, Secretary

SEAL

Box 871

Santa Je, New Mexico

JOHN M. KELLY

Hay 20, 1944

Br. Aprenio J. Mandaghe Br. Al Green Br. Atta A. Maria Br. G. B. Carrell Br. Month L. Habbur

Antonia New Mindel

مسمعة كالمستة

Des Chan De The Applications of Southern Union Production Supercy Stor on order producting Missess applies for get will in Polished South, him dam County, Nor Harles.

The above-captioned case has been out the bearing at Santa. Pop New Musico on June 7, 1946 at 2000 A. H.

racy towny years,

Color Clark and Laws Markey

Santa Jo, New Mexico

JOHN M. KELLY

DIRECTOR

May 20, 1946

Manuel A. Sanches, Esq. Salmon Building Santa Fe, New Mexico

Dear Mr. Sanches:

Ro: Case No. 79, Application of Southern Union Production Company for an order providing 160-acre specing for gas wells in Fulcher Basin, San Juan County.

The a love-captioned case has been set for hearing at Santa Fe, New Mexico on June 7, 1946 at 10:00 A. M.

Will you please acknowledge receipt of this notice?

Very truly yours,

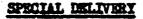
Chief Clerk and Legal Advisor

Santa Jo, Now Moxico

JOHN M. KELLY DIRECTOR



May 20, 1946



Astec Independent Review Astec, New Mexico

Gentlemen:

Re: Hotice of Publication, Case No. 79.

Please publish the enclosed notice once, immediately. Please proof-read the notice carefully and send a copy of the paper carrying such notice.

PLEASE, UPON CONFISTION OF THE PURLICATION, SEND PUBLISHER'S AFFIDAVIT.

For payment please submit statement in duplicate, accompanied by voucher executed in duplicate. The voucher must be signed by a notary public in the space provided on the back of the voucher. The necessary blanks are enclosed.

Very truly yours,

Chief Clerk and Legal Adviser

JOHN M. KELLY DIRECTOR.

Santa Je, New Marico

The Santa Po New Herrican Santa Po, New Herrican

Rebies of Publication - Case Nos. 76, 77, 78, 79, 80 and 51.

Places publish the exclosed notice case, immediately. Places carrying such notice. exceptilly and sand a copy of the paper

SPON COMPLETION OF THE PUBLICATION, PLEASE SEND PUBLISHER'S

met place scholt statement in deplicate, accompanied as supplicate. The venctors must be signed makey black at the reachers.

very traly yours,

Order Clerk and legal Advisor

KIKER & SANGHEZ ATTORNEYS AT LAW SALMON BUILDING Santa Pe, New Mexico

May 14, 1946.

Mr. Carl B. Livingston, Attorney, Oil Conservation Commission, Santa Fe, New Mexico.

Dear Mr. Livingston:

I enclose herewith application for well spacing in the Fulcher Basin Field. I hope that this will suffice for you to give the necessary notice and to bring about the matter to full hearing, and consideration by the Commission.

Any suggestions in connection with this matter will be greatly appreciated.

Yours very truly,
Manuel a Sanches

MAS/JF Enc.

### BEFORE THE OIL CONSERVATION COMMISSION

### OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE SPACING FOR GAS WELLS IN THE FULCHER BASIN FIELD, WHICH SPACING IS DEFINED TO CONSIST OF THE FOLLOWING LANDS: SECTIONS 34 and 35, TOWNSHIP 30 NORTH, RANGE 12 WEST, N.M.P.M., SECTIONS 1, 2, 3, E2 10, 11, 12 & 13, TOWNSHIP 29 NORTH, RANGE 12 WEST, N.M.P.M., SECTIONS 7, 17, 18, 19, 20 and 21, TOWNSHIP 29 NORTH, RANGE 11 WEST, N.M.P.M.

Case No.

#### APPLICATION OF SOUTHERN UNION PRODUCTION COMPANY

Comes now Southern Union Production Company and makes application for an order of the Oil Conservation Commission providing for 160 acre spacing for gas wells in the Fulcher Basin Field, said basin to consist of the following lands, to wit: Sections 34 and 35, Township 30 North, Range 12 West, N.M.P.M., Sections 1, 2, 3, Et 10, 11, 12 and 13, Township 29 North, Range 12 West, N.M.P.M., Sections 7, 17, 18, 19, 20 and 21, Township 29 North, Range 11 West, N.M.P.M., and in support of said application states:

- 1. That until on or about the 8th day of May, 1946, under orders of the Oil Conservation Commission, units in the above field for spacing of wells consisted of 160 acres in an approximate square as defined by United States Public Land Surveys. One gas well permitted to each of said units and no well to be located closer than 330 ft to the exterior boundary of any such unit.
- 2. That on or about the 8th day of May, 1946, the Oil Conservation Commission rescinded the order providing for spacing as in the preceding paragraph stated.
- 3. That upon rescission of said order, the spacing of wells in said field consists of Units of 40 acres each.
- 4. That during the time that the 160 acre unit spacing was in effect from the 22nd day of June, 1943, to the 8th day of May, 1946, this applicant and many others drilled their wells on a 160 acre pattern, and that new drilling on the 40 acre pattern will interfere with the planned development of said basin, is not in the best interests of conservation, is not economical and imposes unnecessary and inequitable hardship upon this applicant and other parties who have operated on the 160 acre well spacing.

5. That much of the acreage of said basin comprises Federal lands and that the agencies of the Pederal Government interested therein are, as this applicant is advised, in favor of the 160 acre well spacing.

WHEREFORE, this applicant requests that a hearing on this application be had, and that all parties in interest be advised thereof, and that upon hearing the Commission order well spacing on a basis of 160 acre units.

H. A. Kiker

Manuel Q. Sauche
Attorneys for applicant!
Southern Union Production Company