

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 2, 1956

C
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P
Y

Continental Oil Company
Fair Building
Fort Worth 1, Texas

Attention: Mr. Harry G. Dippel

Re: Cancellation of Administrative
Order DC-287 and Dismissal of
Tentative Administrative Orders
NSP-251 and NSP-253.

Gentlemen:

Reference is made to Mr. Jason Kellahin's letter in your behalf dated October 1, 1956. Mr. Kellahin requested that Administrative Order DC-287, issued on March 19, 1956 be cancelled due to the action in Case No. 992 by Order R-879, dated September 13, 1956. DC-287 was a gas-oil deal for your Hawk "B-10" Well No. 2-E in Section 10, Township 21 South, Range 37 East, in the Blinbry Gas Pool and Brunson Pool. Mr. Kellahin also requested that tentative Administrative Orders NSP-251 and NSP-253, and to which Antec Oil and Gas Company had objected, should both be dismissed due to the same action taken in Case No. 992 by Order R-879. NSP-251 was to be a 120-acre Tubb Gas Pool unit for your Hawk "B-10" Well No. 1, to consist of the W/2 NE/4 and SE/4 NE/4 of Section 10, Township 21 South, Range 37 East. NSP-253 was to be a 120-acre Blinbry Gas Pool unit for your Hawk "B-10" Well No. 2-E to consist of the W/2 NE/4 and SE/4 NE/4 of Section 10, Township 21 South, Range 37 East.

Effective this date DC-287 is cancelled and your applications in tentative NSP-251 and NSP-253 are dismissed.

Very truly yours,

A. L. Porter, Jr.
Secretary-Director

ALP:WWM:jh

cc: Oil Conservation Commission, Hobbs
N. M. Oil and Gas Engr. Comm., Hobbs
Mr. Jason Kellahin, Santa Fe
Antec Oil and Gas Company, Dallas, Texas



CONTINENTAL OIL COMPANY

FAIR BUILDING
FORT WORTH 2, TEXAS

HARRY G. DIPPEL
GENERAL ATTORNEY
GLENN L. MACE
FRANK L. MERRILL
ATTORNEYS

April 13, 1956

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

Re: Your Docket Nos. DC-287 and NSP-253 -
Application of Continental Oil Company for
an order granting it permission to dually
complete and allocate a non-standard gas
proration unit to its W.C. Hawk B-10 Well
No. 2-E, SW/4 NE/4 Sec. 10, T-21-S, R-37-E,
N.M.P.M., Lea County, New Mexico

Gentlemen:

The subject application was received in your office at Santa Fe, New Mexico, on March 9, 1956 and placed on your docket as No. DC-287 as to that portion of said application requesting authority to dually complete the subject well and as No. NSP-253 as to that portion of said application requesting authority to allocate a non-standard gas proration unit in the Blinebry Gas Pool to the subject well. Authority to dually complete said well was granted by your Honorable Commission under date of March 19, 1956.

Continental Oil Company has obtained a photostatic copy of the letter dated March 30, 1956, and received in your Santa Fe office on April 2, 1956, from Aztec Oil & Gas Company requesting your Honorable Commission to deny this application and stating that "the questions concerning this matter were the subject of a hearing before the Commission in Case No. 992."

Your Honorable Commission is, of course, aware of the fact that the hearing in Case 992 was had on January 19, 1956 and that an order has not yet been entered in said case. It will also be recalled, contrary to the statements made in Aztec's aforesaid letter of March 30, 1956, that the testimony at said hearing showed quite clearly that an agreement between Continental and Aztec to communitize the NE/4 of said Section 10 to form a standard gas proration unit in the Blinebry Gas

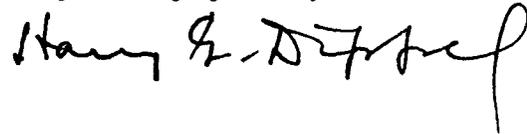
New Mexico Oil Conservation Commission
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Pool was never consummated.

Continental Oil Company will not be in position to prepare and present its case in support of the subject application bearing your Docket No. NSP-253 until an order has been entered in Case 992 and Continental has had an opportunity to study said order.

In view of the above, Continental Oil Company hereby respectfully requests that the subject application, bearing your Docket No. NSP-253, be permitted to remain on your docket without being set for a hearing until after your Honorable Commission has entered its order in Case 992 and Continental Oil Company thereafter requests that its said application be set for hearing.

Very truly yours,



HGD-ED

cc to

Messrs. H.L. Johnston
Fort Worth, Texas

Mr. R.L. Adams
Roswell, New Mexico

Mr. Jason W. Kellahin
Santa Fe, New Mexico

Aztec Oil & Gas Company
Dallas, Texas