

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 16, 1954

Mr. Edward P. Hudson
Hudson & Hudson, Inc.
Electric Building
FORT WORTH, TEXAS

Gentlemen:

RE: OCC Case 744 (Your File No. 66)

We attach copy of Order R-516 issued on August 12, 1954, by the Commission in Case 744, which was heard on July 15, 1954, on joint application of your company and Phillips Petroleum Company.

Very truly yours,

W. E. Nacey
Secretary-Director

WEM:nr

cc: Phillips Petroleum Company
Attention: Mr. Dan L. Mayer
Bartlesville, Oklahoma

Hudson & Hudson, Inc.
Electric Building

In reply refer to
our file No. 66

Case 747
MAIN OFFICE CCC
1954 JUN 3 AM 10:47

Fort Worth, Texas

May 5, 1954

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Gentlemen: Re: Application of Hudson & Hudson, Inc., and
Phillips Petroleum Company, for an Unorthodox
Gas Proration Unit covering the N/2 of N/2 of
Section 30, Township 20 South, Range 37 East,
Eumont Gas Pool, Lea County, New Mexico

Hudson & Hudson, Inc., 1810 Electric Building, Fort Worth, Texas, and the Phillips Petroleum Company, Bartlesville, Oklahoma, do hereby make application for an unorthodox gas proration unit in the Eumont Gas Pool, Lea County, New Mexico, and in support thereof with respect represent:

1. That the Phillips Petroleum Company and Hudson & Hudson, Inc., hereinafter referred to as "Applicants", together own oil and gas leases covering the N/2 of the N/2 of Section 30, Township 20 South, Range 37 East, Lea County, New Mexico.

2. That the applicants have entered into an agreement to unitize their acreage for the purpose of forming a gas proration unit.

3. That said contract contemplates the conversion of Hudson & Hudson, Inc. No. 1 Hudson-State Well located 660 feet from the North Line and 1980 feet from the East Line of said Section 30, Township 20 South, Range 37 East, from an oil producing well to a gas producing well in the Eumont Gas Horizon.

4. That the Amerada Petroleum Corporation owns an oil and gas lease covering the S/2 of the N/2 of Section 30, Township 20 South, Range 37 East, Lea County, New Mexico.

5. That the Amerada Petroleum Corporation has requested that their lease covering the S/2 of the N/2 of said Section 30 be recognized as an unorthodox gas proration unit, which application has been heard before this Commission, and is now pending your decision. (See Case 647)

6. That the unorthodox gas proration unit requested by applicants herein, and the unorthodox gas proration unit requested by

Case 647
S. R. 44

Fort Worth, Texas
May 4, 1954

Amerada Petroleum Corporation, as set forth above, together would constitute two regular gas proration units insofar as the State is concerned and to grant both unorthodox gas proration units would greatly simplify, as far as the present owners are concerned, the operation of said units for proration purposes, in that the Amerada Petroleum Corporation would be the sole owner and operator of their unit, and applicants would be the sole owners and operators of their unit, and when both units are taken together, the units would meet the requirements of your Commission.

7. That the following are all of the operators offsetting the above property:

The Texas Company
Continental Life Building
Fort Worth, Texas

Gulf Oil Corporation
P. O. B. 1667
Hobbs, New Mexico

Cities Service Oil Company
Box 97
Hobbs, New Mexico

Skelly Oil Company
Box 38
Hobbs, New Mexico

Sinclair Oil & Gas Company
Box 1247
Hobbs, New Mexico

Mid-Continent Petroleum Corp.
Mid-Continent Building
Tulsa, Oklahoma

WHEREFORE, applicants pray that a hearing be called to consider this application, that all interested parties be notified, and that upon a hearing being held that the Commission grant the unorthodox gas proration unit herein requested.

Respectfully submitted,

HUDSON & HUDSON, INC.

By: *Edward L. Hudson*
Secretary-Treasurer

PHILLIPS PETROLEUM COMPANY

By: *[Signature]*