

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

January 21, 1955

Western Natural Gas Company
National Standard Building
Houston 2, Texas

Attention: Mr. Paul C. Wright

Re: Administrative Order NSP-60

Gentlemen:

On December 27, 1954, by virtue of the provisions of Administrative Order NSP-60, I approved the formation of a non-standard gas proration unit consisting of the following described acreage in the Jalmat Gas Pool:

Section 10, Township 22 South, Range 36 East
5/2

Information available to me at this time indicates that I exceeded the authority granted to me by the provisions of Rule 5-b of Order R-520, (Jalmat Pool Rules) due to the fact that the third paragraph of Rule 5-a specifically limits the maximum amount of acreage that may be assigned to a gas well, the amount being governed by the well location.

The formation of a 320-acre non-standard proration unit with your H. S. Record Lease, Well No. 1, located 990 feet from the South line and 990 feet from the East line is contrary to the provisions of this rule.

On February 16, 1955, this Commission will hold hearings directed to you as operator for you to show cause why the acreage assigned your H. S. Record Well No. 1, SE/4 SE/4, Section 10, Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, should not be reduced to 160 acres in accordance with the provisions of paragraph 3 of Rule 5-a of Order R-520. The description of this 160 acre unit is as follows:

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

-2-

Section 10, Township 22 South, Range 36 E
8E/4

This proposed reduction would be effective March 1, 1955. You will of course be afforded the opportunity to present any testimony or evidence to support the formation of the proration unit as it now exists.

This letter is being directed to you so that you can prepare your case, if you so desire. A copy of the advertisement will be mailed to you when available.

Very truly yours,

W. B. MACEY,
Secretary-Director

WBM/lr

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CK
12/21/54

176. CCC - 11-66
12/13/54

NSP-60
Dec-1/9/54

Western Natural Gas Company
NATIONAL STANDARD BUILDING

Houston 2, Texas
November 26, 1954

1954 DEC 13 PM 2:11

W. H. DAVIS
VICE-PRESIDENT
IN CHARGE OF
OPERATIONS

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

Gentlemen:

We herewith make application for a 320 acre unorthodox gas proration unit for our Record No. 1 well, located 990' from the south and east lines of Section 10, T22S, R35E, Jalmat Gas Pool, Lea County, New Mexico. Attached is a plat of this unit and waivers from Texas-Pacific Coal and Oil Company, Ohio Oil Company, Sinclair Oil and Gas Company, and R. Olsen Oil Company to support this application. We request that these be considered as a fulfillment of the conditions outlined in Rule 5 (b) Order R-520, and that this proration unit be approved without a hearing.

Yours truly,
Paul C. Wright
Paul C. Wright

PCW:ad

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NEW MEXICO
OIL CONSERVATION COMMISSION

Gas Well Plat

Date December 6, 1954

Western Natural Gas Company Record 1
Operator Lease Well No.
Name of Producing Formation Yates Pool Jalnat

No. Acres Dedicated to the Well 320

SECTION 10 TOWNSHIP 22S RANGE 36 E

Western Nat. Gas Barrington ⊛			
		R. Olsen ⊛ M. James	
			⊛

I hereby certify that the information given above is true and complete to the best of my knowledge.

Name Paul C. Knight
Position Chief Engineer
Representing Western Natural Gas Company
Address 1006 Main St. - Houston, Texas

(over)

INSTRUCTIONS

1. Is this gas well a dual completion? Yes _____ No. X
2. If the answer to Question 1 is Yes, are there any other dually completed wells within the dedicated acreage?
Yes _____ No. _____

A separate plat must be filed for each gas well, outlining the area dedicated to such well and showing the location of all other wells (oil and gas) within the outlined area.

Mail in duplicate to the district office for the district in which the well is located.

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

Gentlemen:

Western Natural Gas Company has informed us that they have requested the approval of an unorthodox gas proration unit under the provisions of Rule 5, Order No. N-520, covering their Record No. 1 Well, located 990' from S & E, 10-22-36, Lea County, New Mexico. We have been advised that this unit consists of 320 acres situated in the S 1/2 Section 10, T22N, R36E of Lea County, New Mexico.

Please accept this as our waiver of notice and hearing on this application since we have no objection to the formation of the specified unit.

Very truly yours,

Ohio Oil Company

By. *Earl D. Miller*

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

Gentlemen:

Western Natural Gas Company has informed us that they have requested the approval of an unorthodox gas proration unit under the provisions of Rule 5, Order No. R-520, covering their Record No. 1 Well, located 990' from S & E, 10-22-36, Lea County, New Mexico. We have been advised that this unit consists of 320 acres situated in the S 1/2 Section 10, T22N, R36E of Lea County, New Mexico.

Please accept this as our waiver of notice and hearing on this application since we have no objection to the formation of the specified unit.

Very truly yours,

R. Olsen Oil Company

By: Philip Kaufmann

✓

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

Gentlemen:

Western Natural Gas Company has informed us that they have requested the approval of an unorthodox gas proration unit under the provisions of Rule 5, Order No. R-520, covering their Record No. 1 Well, located 990' from S & E, 10-22-36, Lea County, New Mexico. We have been advised that this unit consists of 320 acres situated in the S 1/2 Section 10, T22S, R36E of Lea County, New Mexico.

Please accept this as our waiver of notice and hearing on this application since we have no objection to the formation of the specified unit.

Very truly yours,

Texas Pacific Coal & Oil Co.

By J. H. Jacques
Manager of Production

SINCLAIR OIL & GAS COMPANY

FAIR BUILDING

FORT WORTH, TEXAS

November 22, 1954

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

Re: Western Natural Gas Company
#1 Record
Lea County, New Mexico

Gentlemen:

We are advised that the Western Natural Gas Company has requested approval of a 320 acre non-standard gas proration unit under the provisions of Rule 5. This unit described as the S/2 of Section 10-223-36E, Lea County, is to be assigned their #1 Record well, located as follows:

990' from the South line and 990' from the East line of Section 10-223-36E, Lea County, New Mexico.

Sinclair Oil & Gas Company, as an offset operator, waives any objections to the designation of this non-standard gas proration unit above described and to the usual waiting period after filing of application.

Yours truly,



P. C. Brooks
Vice-President

MH:EOH
cc: Western Natural Gas Company
1006 Main Street,
Houston 2, Texas



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. 838
Order No. R-603

THE APPLICATION OF THE COMMISSION
UPON ITS OWN MOTION, DIRECTED TO
WESTERN NATURAL GAS COMPANY, FOR
THE RECONSIDERATION OF ADMINISTRATIVE
ORDER NSP-60 WHICH CREATED A 320-ACRE
NON-STANDARD GAS PRORATION UNIT IN THE
JALMAT GAS POOL CONSISTING OF THE S/2
OF SECTION 10, TOWNSHIP 22 SOUTH, RANGE
36 EAST, NMPM, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 16, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 28th day of February, 1955, 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 5 (a) of the Special Rules and Regulations for the Jalmat Gas Pool of Order No. R-520, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing by the Commission.

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

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
S/2 of Section 10

containing 320 acres, more or less.

(4) That applicant, Western Natural Gas Company, has a producing well on the aforesaid lease known as H. S. Record #1, located 990 feet from the south and east lines of Section 10, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

(5) That the above-described 320-acre non-standard gas proration unit has been producing under the provisions of administrative order NSP-60, and that Western Natural Gas Company was required to, and did, show cause why this 320-acre proration unit should not be reduced in size.

(6) That it is impractical to pool applicant's said lease with adjoining acreage in the Jalmat Gas Pool, and that the owners of adjoining acreage in said area have not objected to the formation of the proposed proration unit of 320-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 Jalmat Gas Pool.

(8) That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste, and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Western Natural Gas Company for approval of an unorthodox proration unit consisting of the following described acreage:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
S/2 of Section 10

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

(2) That applicant's well, H. S. Record Well No. 1, located in the SE/4 SE/4 of Section 10, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, shall be granted an allowable in the proportion that the above described 320-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, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

S/ JOHN F. SIMMS, Chairman
S/ E. S. WALKER, Member
S/ W. B. MACEY, Member & Secretary