

Case No.

643

Application, Transcript,
Small Exhibits, Etc.

CASE 643: Amerada 160-acre unorthodox
gas proration unit, Tubb Gas Pool

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 CON-
SIDERING:

CASE NO. 643
Order No. R-436

THE APPLICATION OF AMERADA
PETROLEUM CORPORATION FOR
AN ORDER GRANTING APPROVAL
OF AN EXCEPTION PURSUANT TO
RULE 7 (a) OF ORDER NO. R-373-A
IN ESTABLISHMENT OF AN UNOR-
THODOX GAS PRORATION UNIT OF
160 CONTIGUOUS ACRES CONSISTING
OF THE NORTH HALF OF THE SOUTH
HALF OF SECTION 16, TOWNSHIP 21
SOUTH, RANGE 37 EAST, NMPM., LEA
COUNTY, NEW MEXICO, IN THE TUBB
GAS POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m., on January 20, 1954, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this ¹⁶ day of April, 1954, 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 7 (a) of Order No. R-373-A, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal quarter section after notice and hearing by the Commission.

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

TOWNSHIP 21 South, RANGE 37 East, NMPM.
N/2 S/2 of Section 16

containing 160 acres, more or less.

(4) That applicant, Amerada Petroleum Corporation, has obtained permission from the Commission to dually complete a well on the aforesaid lease, the well known as the State'DA", No. 3, located 1980 feet from the South and East lines of Section 16, Township 21 South, Range 37 East, NMPM., and

that the records of this Commission indicate that such dual completion has been effected at this time.

(5) That the aforesaid well is located within the limits of the pool heretofore delineated and designated as the Tubb Gas Pool.

(6) That it is impractical to pool applicant's said lease with adjoining acreage in the South Half of Section 16, Township 21 South, Range 37 East, NMPM., and that the owners of adjoining acreage in said half section have not objected to the formation of the proposed proration unit of 160 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 Tubb Gas Pool.

(8) That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste, will protect correlative rights, and is necessary to prevent confiscation of applicant's property.

IT IS THEREFORE ORDERED:

(1) That the application of Amerada Petroleum Corporation for approval of an unorthodox proration unit consisting of the following described acreage

TOWNSHIP 21 South, RANGE 37 East, NMPM.
North half of the South Half of Section 16

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

(2) That applicant's well, State "DA", No. 3, located in the NW/4 SE/4 of Section 16, Township 21 South, Range 37 East, NMPM, shall be granted an allowable in the proportion that the above described 160 acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission, the effective date of said allowable being determined in accordance with the provisions of Rule 13 of Order R-373-A.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

E. L. Mechem
EDWIN L. MECHEM, Chairman

E. S. Walker
E. S. WALKER, Member

R. R. Spurrer
R. R. SPURRER, Secretary and Member

(SEAL)

NEW MEXICO
OIL CONSERVATION COMMISSION

Gas Well Plat

Date December 9, 1953

Amerada Petroleum Corporation State "DA" 3
Operator Lease Well No.

Name of Producing Formation Tubbs Pool Tubbs Gas

No. Acres Dedicated to the Well 160

SECTION <u>16</u>	TOWNSHIP <u>21S</u>	RANGE <u>37E</u>
<p style="text-align: center;">Stanolind</p> <div style="display: flex; justify-content: space-around; align-items: center;"><div style="text-align: center;">7●</div><div style="text-align: center;">6● 6X</div></div> <div style="display: flex; justify-content: space-around; align-items: center; margin-top: 100px;"><div style="text-align: center;">1●</div><div style="text-align: center;">4●</div></div> <p style="text-align: center; margin-top: 20px;"><i>State "C"</i></p>	<p style="text-align: center;">Gulf</p> <div style="display: flex; justify-content: space-around; align-items: center;"><div style="text-align: center;">3●</div><div style="text-align: center;">4●</div></div> <div style="display: flex; justify-content: space-around; align-items: center; margin-top: 100px;"><div style="text-align: center;">1●</div><div style="text-align: center;">2●</div><div style="text-align: center;">5●</div></div> <p style="text-align: center; margin-top: 20px;"><i>Leonard State "E"</i></p>	
<p style="text-align: center;">Amerada</p> <div style="display: flex; justify-content: space-around; align-items: center;"><div style="text-align: center;">1●</div><div style="text-align: center;">2●</div><div style="text-align: center;">3●✓</div><div style="text-align: center;">4●</div><div style="text-align: center;">5●</div></div> <p style="text-align: center; margin-top: 20px;"><i>State "DA"</i></p>		
<p style="text-align: center;">Mid-Continent</p> <div style="display: flex; justify-content: space-around; align-items: center;"><div style="text-align: center;">1●</div><div style="text-align: center;">2●</div><div style="text-align: center;">3●</div><div style="text-align: center;">4●</div><div style="text-align: center;">5●</div></div> <p style="text-align: center; margin-top: 20px;"><i>State "15"</i></p>		

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

Name _____
Position _____
Representing _____
Address _____

(over)

INSTRUCTIONS

1. Is this gas well a dual completion? Yes____ No____
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.

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

Re: Application for Unorthodox
Gas Proration Unit, Amerada
State "DA" Lease, Tubb Gas
Pool, Lea County, New Mexico

Gentlemen:

By this letter of application Amerada Petroleum Corporation wishes to state the following:

- (1) That the N/2 of the S/2 of Section 16, T-21-S, R-37-E, Lea County, New Mexico is Amerada Petroleum Corporation's State "DA" Lease. The lease consists of 160 acres. The attached plat shows the subject tract, the other tracts in the section, and the wells located thereon.
- (2) That well No. 3 is located 1980 feet from the south and east lines of Section 16. Permission to dually complete this well was granted by Oil Conservation Commission Order DC-25, dated November 13, 1953.
- (3) That the authorized dual completion has not been done, but that applicant intends to effect the dual completion within 60 days.
- (4) That the applicant proposes that the N/2 of the S/2 of Section 16, T-21-S, R-37-E, be established as a 160 acre gas proration unit in exception to Rule 7 (a) of Order R-373-A, such unit to become effective upon completion of well No. 3 as a gas well and compliance with Rule 12 of Order R-373-A.
- (5) That unitization of this tract with other tracts to form standard proration units is impractical.
- (6) That granting of this application will not interfere with the establishment of four 160 acre proration units with four reasonably spaced gas wells in this section 16.

Therefore, Amerada Petroleum Corporation requests that the Oil Conservation Commission set a certain day upon which this application may be heard and after said hearing establish the proration unit as proposed in this application.

Respectfully submitted,

AMERADA PETROLEUM CORPORATION

By: D. C. Capps
District Superintendent

NOTE: The above mentioned Plat is on file
in the Oil Conservation Commission Office
in Santa Fe, N. M.

N. M. Oil & Gas Engineering Committee
January 4, 1954
Hobbs, New Mexico

for hearing

Monument, New Mexico
December 9, 1953

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

DEC 14 1953

Re: Application for Unorthodox
Gas Proration Unit, Amerada
State "DA" Lease, Tubb Gas
Pool, Lea County, New Mexico

Gentlemen:

By this letter of application Amerada Petroleum Corporation wishes to state the following:

(1) That the N/2 of the S/2 of Section 16, T-21-S, R-37-E, Lea County, New Mexico is Amerada Petroleum Corporation's State "DA" Lease. The lease consists of 160 acres. The attached plat shows the subject tract, the other tracts in the section, and the wells located thereon.

(2) That well No. 3 is located 1980 feet from the south and east lines of Section 16. Permission to dually complete this well was granted by Oil Conservation Commission Order DC-25, dated November 13, 1953.

(3) That the authorized dual completion has not been done, but that applicant intends to effect the dual completion within 60 days.

(4) That the applicant proposes that the N/2 of the S/2 of Section 16, T-21-S, R-37-E, be established as a 160 acre gas proration unit in exception to Rule 7 (a) of Order R-373-A, such unit to become effective upon completion of Well No. 3 as a gas well and compliance with Rule 12 of Order R-373-A.

(5) That unitization of this tract with other tracts to form standard proration units is impractical.

(6) That granting of this application will not interfere with the establishment of four 160 acre proration units with four reasonably spaced gas wells in this section 16.

Therefore, Amerada Petroleum Corporation requests that the Oil Conservation Commission set a certain day upon which this application may be heard and after said hearing establish the proration unit as proposed in this application.

Respectfully Submitted,

AMERADA PETROLEUM CORPORATION

By:

D.C. Capps
D. C. Capps
District Superintendent

NEW MEXICO
OIL CONSERVATION COMMISSION

Gas Well Plat

Date _____

Operator _____

Lease _____

Well No. _____

Name of Producing Formation _____ Pool _____

No. Acres Dedicated to the Well _____

SECTION	TOWNSHIP	RANGE
Standind		Gulf
1 ●	6 ● 6X	3 ●
		4 ●
1 ●	4 ●	1 ●
		2 ●
		5 ●
State "C"		Leonard State "E"
Amerada		
1 ●	2 ●	3 ●
		4 ● 5 ●
State "DA"		
Mid-Continent		
1 ●	2 ●	3 ●
		4 ●
		5 ●
State "15"		

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

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

Name _____
Position _____
Representing _____
Address _____

(over)

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

my
WJK

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF THE STATE OF NEW
MEXICO FOR THE PURPOSE OF CON-
SIDERING:

CASE NO. 643
Order No. R-436

THE APPLICATION OF *Amerada*
Petroleum Corporation
FOR AN ORDER GRANTING APPROVAL
OF AN EXCEPTION ^{PURSUANT} TO RULE 7 (a) OF
ORDER NO. R-373-A IN ESTABLISHMENT
OF AN UNORTHODOX GAS PRORATION
UNIT OF ~~160~~ ¹⁶⁰ CONTIGUOUS ACRES
CONSISTING OF N/2 S/2 of
Section 16, Township 21 South,
Range 37 East, NMPM, Lea
County, New Mexico, in
the Tubb Gas Pool.

BY THE COMMISSION:

ORDER OF THE COMMISSION

This cause came on for hearing at 9 o'clock a. m., on *January 20,*
1954 at Santa Fe, New Mexico, before the Oil Conservation Commission, herein-
after referred to as the "Commission".

NOW, on this day of *April*, 1954, 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 7 (a) of Order No. R- 373-A,
the Commission has power and authority to permit the formation of a gas proration
unit consisting of other than a legal quarter section after notice and hearing by the
Commission.

(3) That applicant, *Amerada Petroleum Corporation*,
is the owner of an oil and gas lease in Lea County, New Mexico the land consisting of
other than a legal quarter section, and described as follows, to-wit:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM.
N/2 S/2 of Section 16

containing *160* acres, more or less.

Order No. R- 436

(4) That applicant, Amerada Petroleum Corp., has obtained permission from the Commission to dually complete a well on the aforesaid lease, the well known as the State "DA", No. 3, located 1980 feet from the South and East lines of Section 16, Township 21 South, Range 37 East, NMPM, and that the records of this Commission indicate that such dual completion has been effected at this time.

(4) That applicant, ~~Amerada Petroleum Corp.~~ has a producing well on the aforesaid lease known as located from the line and from the line of Section , Township South, Range East.

(5) That the aforesaid well was completed and in production prior to January 1, 1954, the effective date of Order No. R- , and is located within the limits of the pool heretofore delineated and designated as the Tubb Gas Pool.

(6) That it is ~~impossible~~ ^{impractical} to pool applicant's said lease with adjoining acreage in the South Half of Section 16, Township 21 South, Range 37 East, NMPM and that the owners of adjoining acreage in said ~~quarter~~ ^{half} sections have not objected to the formation of the proposed proration unit of 160 acres, but have expressly consented thereto.

(7) That unless a proration unit consisting of applicant's aforesaid ^{its} acreage is permitted, applicant will be deprived of the opportunity to recover his just and equitable share of the natural gas in the Tubb Gas Pool.

(8) That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste, will protect correlative rights, and is necessary to prevent confiscation of applicant's property.

IT IS THEREFORE ORDERED:

(1) That the application of Amerada Petroleum Corp., for approval of an unorthodox proration unit consisting of the following described acreage

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM.

North half of the South Half of Section 16.

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

(2) That applicant's well, State "DA", No. 3, located in the NW/4SE/4 of Section 16, Township 21 South, Range 37 East, NMPM, shall be granted an allowable ~~XXXXXX~~ in the proportion that the above described 160 acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission, the effective date of said allowable being determined in accordance with the provisions of Rule 13 of Order R-373-A.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

R. R. SPURRIER, Secretary and Member

(S E A L)