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Application, Transcript,
5 mill Exhibits, Etc.

CLASS OF SERVICE
This is a full are
Telegram or Cable

WESTERN (09) 1201 UNION

A. N. WILLIAMS

NEWCOMB CARLTON

J. C. WILLEVER

SYMBOLS

DL = Day Letter

NT = Overnight Telegram

LC = Deferred Cable

ILT = Cable Night Letter

Ship Radiogram

The stage state shows in the on telegrams and day letters is STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at p

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HON JOHN M KELLY

OIL CONSERVATION COMMISSION

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JE LOWE AMARADA WIRES " HAVE NO OBJECTION TO INCREASED ALLOWABLE MONUMENT FIELDS WILL BE PRESENT AT HEARING"

== CARL B LIVINGSTON OIL CONSERVATION COMMISSIONS

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No. Telephones tall 2.2

IE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE



SHELL OIL COMPANY

SHELL BUILDING HOUSTON, TEXAS

July 6, 1942

RE: MONUMENT FIELD LEA COUNTY, NEW MEXICO

Mr. John M. Kelly Oil Conservation Commission Hobbs, New Mexico

Dear Mr. Kelly:

In connection with our pending application, Case No. 33, for temporary increase in the allowable, Monument Field, I enclose as promised a list of the 32 wells in the Monument Field from which we are now segregating the production by trucking the same to Hobbs thence by tank car to Hendrick.

It may be possible that this list will be augmented before the hearing on the 28th by the including of additional wells from which samples of the production are now being analyzed in our laboratory. If this happens, we will promptly furnish you with designation of the newwells included in this special category.

I am leaving on my vacation for the next two weeks, but any matters that you may wish to inquire about concerning our pending hearing may be handled by Mr. Smith at Midland.

Kindest personal regards.

Yours very truly,

SHELL OIL COMPANY, Incorporated

By IL. H. Le A

O. D. Crites/mpe

cc: Oil Conservation Commission

Santa Fe, New Mexico co: Judge J. O. Seth Santa Fe, New Mexico

SUMMARY

SHELL CONNECTIONS - MONUMENT FIELD

Being Trucked

July, 1942

COMPANY	LEASES	LOCATION	WELL NOS.
Amerada Amerada Amerada Anderson-Prichard Anderson-Prichard Cities Service Cities Service Continental Continental General Crude Humble Oil Well Drlg.Co. Shell Tide Water	Anderson State "X" State "Y" Britt Britt "A" Britt "B" Laughlin Laughlin Britt "B" State "G" State "G" State "F" Wood-State "A" Cooper "A" Anderson	E½ SW½ Sec. 8, 20S-37E NW₺ SW₺ Sec. 16, 20S-37E N₺ SE₺ Sec. 17, 20S-37E E₺ SW₺ Sec. 7, 20S-37E E₺ SW₺ Sec. 6, 20S-37E S₺ SE₺ & NW₺ SE₺ Sec. 5, 20S-37E NE₺ NE₺ Sec. 8, 20S-37E NE₺ NW₺ Sec. 8, 20S-37E NW₺ of NW₺ Sec. 16, 20S-37E NW₺ of NW₺ Sec. 16, 20S-37E SW₺ Sec. 17, 20S-37E E₺ NW₺ Sec. 16, 20S-37E E₺ NW₺ Sec. 16, 20S-37E N₺ Sec. 17, 20S-37E N₺ N₩₺ Sec. 16, 20S-37E	1 & 2 1 & 2 1,2,3,4,5,6,7,& 8 1 & 2 1,2,& 3 4 1,2,& 3 1 2 1,2,3,& 4 1 & 2 1 & 2
		TOTAL	32

Charge to the account of CLASS OF SERVICE DESIRED DOMESTIC CABLE TELEGRAM ORDINARY DAY CETTER BATTO DEFERRED CETTER SERVICE SE

WESTERN UNION

1206 B

COUNTING INFORMATIO

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R. D. WHITE

NEWCOMB CARLTON

J. C. WILLEVER IRST VICE-PRESIDENT

Sand the following telegram, subject to the terms on back hereof, which are hereby agreed to

SANTA FE, NEW MEXICO JULY 22, 1942

MR. J. E. LOME AMERADA PETROLEUM COMPANY MIDLAND, TEXAS

SHELLS PETITION MONUMENT FIELD WITHDRAWN AND HEARING THEREUPON CANCELLED.

CARL B. LIVINGSTON
CHIEF CLERK & LEGAL ADVISOR

SEND: STRAIGHT TELEGRAM

CHG: OIL CONSERVATION COMMISSION

O'NONSERVATION COMMISSION

SANTA FE, NEW MEXICO

P. O. Box 871

July 22, 1942

Mr. Don Crites Shell Oil Company, Inc. Houston, Texas



Dear Mr. Crites:



For your information I am enclosing copy of Order No. 456, authorizing withdrawal of petition of Shell Oil Company, Inc., for temporary increase in allowable, Monument Field.



Very truly yours,



Carl B. Livingston Chief Clerk & Legal Advisor

CHLINS

July 10, 1942

Mr. Skel Tuls

Mr. George W. Selinger, Skelly Oil Company Tulsa, Oklahoma

Re: Case 33--Application of Shell Oil Copany, Inc., for a temporary increase in allowable, Monument Field.



Dear Mr. Selinger:



Reference is made to your letter of July 7 to Mr. Kelly, who is at this time attending an important oil meeting in Washington, in which letter you inquire whether the applicant is asking for back allowable or an increase in allowable for the particular field. Back allowable is not sought for there is little back allowable in the Monument Field but a temporary 15-barrel per well increase for the field. The petitioner is seeking to release 24 tank cars sorely needed in East-coast oil transportation by availing itself of certain pipeline facilities. That, however, necessitates an accumulation of oil in a 50,000-barrel tank. The petitioner concludes:



"WHEREFORE, this applicant prays that for the reasons aforesaid, the allowable for the Monument Pool be increased 15 barrels per day per well temporarily, for the purposes aforesaid, or that it be permitted to purchase increased amounts, temporarily from wells in such pool."

The writer trusts that the foregoing clarifies the matters of your inquiry.

Very truly yours,

Carl B. Livingston Chief Clerk and Legal Advisor



SKELLY OIL COMPANY

TULSA, OKLAHOMA

PRODUCTION DEPARTMENT
H. M. STALCUP, VICE PRESIDENT
J. S. FREEMAN, ASSISTANT

July 7, 1942

Mr. John Kelly, Secretary Oil Conservation Commission State Capitol Santa Fe, New Mexico

Dear Sir:

Re: Case No. 33, Application of Shell Oil Company, Monument Field.

We are in receipt of notice advising of a hearing to be held at 2:00 p.m., July 28, 1942, in Santa Fe, New Mexico, on the application of Shell Oil Company for a temporary increase in allowable, Monument Field.

We are writing you to ascertain for our own information what is requested, i.e., whether increase is in the form of back allowable or to give wells in this field a greater allowable than wells in other fields.

Any information you can give us on the subject will be appreciated.

Very truly yours,

George W. Selinger

GWS/ms cc: Mr. Dunlavey

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ACCOUNTING INFORMATION

R. B. WHITE

NEWCOMB CARLYON

J. C. WILLEVER

Sand the following telegram, subject to the terms on back hereof, which are hereby agreed to

July 18,1942

Honorable John M. Kelly Oil Conservation Commission Hobb s, New Mexico

E LOVE AMARADO WIRES "HAVE NO OBJECTION TO INCREADED ALLOWABLE MONUMENT FIELD.WILL BE PRESENT AT HEARING"

CARL B LIVINGSTON OIL CONSERVATION COMMISSION

Charge to New Mexico Oil Conservation Commission

CLASS OF SERVICE

This is a full-rate
Telegram or Cablegram unless its defetted character is indicated by a suitable

(58)

WESTERN UNION

1201

SYMBOLS

DL ~ Day Letter

NT = Overright Telegram

LC = Deferred Cable

NLT = Cable Night Letter

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CARL B LIVINGSTON=

OIL CONSERVATION COMM SF=

HAVE NO OBJECTION TO INCREASED ALLOWABLE MONUMENT FIELD.
WILL BE PRESENT AT HEARING=
J E LOW AMERADA PET CORP.

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WESTERN UNION

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ACCOUNTING INFORMATION

R. S. WHITE

NEWCOMB CARLTON

J. G. VILLEVER PIRST VICE-PRESIDENT TIME FILED

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subject to the terms on back hereof, which are hereby arreed to

July 17, 1942

J.E.LOWE AMERICA PETROLEUM CO MIDIAND TEXAS

COUNTS ION WILL APPRECIATE A REPLY TO MY LETTER JULY FIRST

CARL B LIVINGSTON
OIL CONSERVATION COMMISSION

Charge to New Mexico Oil Conservation Commission

Replace copy of letter to J. E. Lowe, Americal Pet Go Midland - dated ple 7-1-42 - Free J. D. Seth July 6, 1942

Mr. John M. Kelly Oil Conservation Commission Hobbs, New Mexico

Dear Mr. Kelly:

In connection with our pending application, Case No. 33, for temporary increase in the allowable, Monument Field, I enclose as promised a list of the 32 wells in the Monument Field from which we are now segregating the production by trucking the same to Hobbs thence by tank car to Hendrick.

It may be possible that this list will be augmented before the hearing on the 25th by the including of additional wells from which samples of the production are now being analyzed in our laboratory. If this happens, we will promptly furnish you with designation of the newwells included in this special category.

I am leaving on my vacation for the next two weeks, but any matters that you may wish to inquire about concerning our pending hearing may be handled by Mr. Smith at Midland.

Kindest personal regards.

Yours very truly,
SHELL CIL COMPANY, Incorporated

By Original Stanof by

O. M. Orites/mpe

Incl.

60: Will Conservation Commission

Mata Fe, New Mexico

60: Wage J. O. Seth

Secta Fe, New Mexico

bcc: Wr. H. J. Kemler-Midland

SUNNARY

SHELL CONNECTIONS - MONUMENT FIELD

Being Trucked

July, 1942

	Tide Water	Humble Oil Well Drlg.Co. Shell	Continental Continental General Crude	Anderson-Prichard Anderson-Prichard Cities Service Cities Service	COMPANY Amerada Amerada Amerada Anderson-Priolard
	Anderson	7 (A	Market EB	Britt "A" Laughlin	Anderson State "X"
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32	1 4 2	1,2,3,4 4	\1 bel e=1	1,2,3,4,5,6,7,4 6	WELL NOS.

L CONSERVATION COMMISSIC

SANTA FE, NEW MEXICO

P. C. Box 871

July 1, 1942



Honorable Glenn Staley Proration Office Hobbs, New Mexico



Re: Case No. 33

Dear Mr. Staley:



Enclosed please find copy of advertisement of the above captioned hearing to be held July 28th.

The Commission will be grateful to you if you include this information among your informative matters you admeograph and send out to the operators.

With kindest regards.



Very truly yours,

Carl B. Livingston Chief Clerk & Legal Advisor

CEL: ES

CONSERVATION COMMISSION

SANTA FE, NEW MEXICO

P. O. Box 871

June 30, 1942



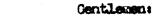
The Santa Fe New Mexican Santa Fe, New Mexico

Hobbs Daily News Sun Hobbs, New Mexico



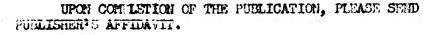


Re: Case No. 33 - Notice for Publication





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





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

Very truly yours,

Carl B. Livingston Chief Clerk & Legal Advisor

CBL: MS

DIL CONSERVATION COMMISSI

SANTA FE, NEW MEXICO

 \mathbb{C}

Mr. O. D. Crites Manager, Crude Oil Department Shell Oil Company Shell Building Houston, Texas



Dear Mr. Crites:



Your letter of June 17 with reference to your request concerning the calling of a special hearing relative to the granting of an increase in allowable for the Monument Field will be called to the attention of Mr. John M. Kelly, Executive member of the Commission, immediately upon his return from Washington.



The Commission will hold its regular monthly executive meeting on the 30th of this month.



With kindest personal regards.

Very truly yours,

Carl B. Livingston Chief Clerk & Legal Advisor

CBL



SHELL OIL COMPANY

SHELL BUILDING HOUSTON, TEXAS

June 17, 1942

Oil Conservation Commission Santa Fe, New Mexico

Gentlemen:

For the past few months we have been trucking production from certain wells in the Monument field, Lea County, New Mexico, from the lease tank batteries to Hobbs, where it is moved by tank car to Shell Pipe Line Corporation's Wink station, Winkler County, Texas, at which point the crude is accumulated in batches along with some crude of Texas origin of the same quality for movement in segregated batches to our Wood River, Illinois, refinery. This segregated Monument field production, along with the Texas oil with which it is mixed, is being used during the emergency for the manufacture of certain vital war materials.

Gulf Pipe Line Corporation is now erecting tankage at its Monument, Lea County, New Mexico, station which will permit it to batch separately our Monument field production into Wink, and arrangements have been completed with Gulf so to handle our crude. However before it is possible to move our Monument crude separately through Gulf's line we must accumulate at its Monument station batches of approximately 50,000 barrels each. We are now erecting a 55,000-barrel tank adjacent to Gulf's Monument station in order to accumulate such batches for our account.

There are twenty-four tank cars used in the service of moving this Monument crude from Hobbs to Wink, which tank cars, as you know, are badly needed by the industry for the shipment of petroleum products to the East Coast area. It is primarily for this reason that we wish to substitute this pipe line movement for the present tank car movement; but before the pipe line movement via Gulf's line can begin and these cars be released, it is necessary to accumulate a 55,000-barrel tank full of our Monument crude at Gulf's Monument station.

The Texas fields from which this grade production comes are marginal fields exempt from shutdown days and are now producing all of such grade crude as they are physically capable.

and Monument is the only field from which we can augment this supply. As our combined production from the Texas fields along with the present allowable production now being obtained from the Monument wells now barely equals our current day-to-day demand for this type crude, it is impossible, in the absence of additional Monument production, to accumulate in the 55,000 barrel tank that we are erecting at Monument a quantity sufficient for the beginning of the batching operations through Gulf's line. Therefore we ask your Commission's considering the calling of a special hearing at as early a date as may suit your convenience relative to the granting of an increase in allowable for the Monument, Lea County, field, such increased allowable to be within the limits of a production rate that would not cause physical waste but sufficient for us to fill the 55,000-barrel tank as well as meet our current demand as quickly as possible. At such hearing we expect to be in position to present sufficient evidence to warrant your granting such increase.

For your information in considering this application for a hearing we might mention that at the present time we are purchasing 53.61% of the current allowable production of the Monument field. Gulf is purchasing 34.62% of the field's allowable, and we have Gulf's assurance that in the event such an increased allowable for the field is granted by you such action will meet with its approval. The balance of the field's allowable; that is, 11.77%, is split between six other purchasing companies so that whatever action may be taken can hardly adversely affect the purchasers of such a small portion of the field's output.

Yours very truly, SHELL OIL COMPANY, Incorporated

SHELL OIL COMPANY, Incorporated

Manager, Crude Oil Department

O. D. Crites/es cc-Mr. John M. Kelly, Hobbs cc-Mr. Glenn Staley, Hobbs

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION OF SHELL OIL COMPANY, INC., FOR TEMPORARY INCREASE IN ALLOWABLE, MONUMENT FIELD.

CASE NO. 33 ORDER NO. 456

ORDER AUTHORIZING WITHDRAWAL OF PETITION

The motion of the petitioner, Shell Oil Company, Inc., for withdrawal of petition in the matter herein came before the New Mexico Oil Conservation Commission, hereinafter designated the Commission, for its consideration. The Commission having considered the grounds of said motion;

IT 1S THEREFORE ORDERED by the Commission that the Shell Oil Company, Inc., be and is hereby authorized to withdraw its petition in the matter herein without prejudice, and the hearing set by this Commission for July 28, at 2 P.M., Santa Fe, New Mexico, in said matter is hereby cancelled.

Done at Santa Fe, New Mexico, this 21st day of July, 1942.

NEW MEXICO OIL CONSERVATION COMMISSION

.

H. R. RODGERS, MEMBER

JOHN M. KELLY, SECRET

J.O. SETH A.K.MONTGOMERY OLIVER SETH SETH AND MONTGOMERY
ATTORNEYS AND COUNSELORS AT LAW
III SAN FRANCISCO ST.
SANTA FE, NEW MEXICO

July 17, 1942

Oil Conservation Commission Santa Fe, New Mexico

Gentlemen:

Referring to my telephone conversation with Mr. Livingston of today concerning the petition of Shell Oil Company set for hearing on July 28th next.

I enclose herewith a written withdrawal of the petition and request that the matter be not heard on July 28th.

Very truly yours

JOS:JN

Enclosure

BEFORE THE NEW MEXICO OIL CONSERVATION COLMISSION

IN THE MATTER OF THE APPLICATION OF SHELL OIL COMPANY, INC., FOR TEMPORARY INCREASE IN ALLOWABLE, MONUMENT FIELD.

WITHDRAWAL OF PETITION

Comes now Shell Oil Company, Inc. and states that on the 30th day of June, 1942, it filed its petition for a temporary increase of allowable in the Monument field; that matters have arisen which renders it inadvisable in the opinion of this petitioner to press said application at this time.

WHEREFORE, petitioner withdraws its application designated in the caption hereof and requests that the hearing now set for July 28th next be not held.

SETH AND MONTGOMERY

Attorneys for Petitioner

NOTICE FOR PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION
COMMISSION
The Oil Conservation Commission, by law invested with jurisdiction as the oil and gas regulatory body of the State of New Mexico, hereby gives notice of the following hearing to be held at the Capitol, Santa Fe, New Mexico:
Case No. 33
In the matter of the application of Shell Oil Company, Inc., for temporary increase in allowable, Monument Field. This case is set for 2 o'clock P.M., July 28,

is set for 2 o'clock P.M., July 28, 1942.

Any person having any interest in the subject of said hearing shall be entitled to be heard.

The foregoing Notice of Publication was made pursuant to the direction of the Commission at its Executive Meeting June 30, 1942.

Given under the seal of said Commission at Santa Fe, New Mexico, on June 30, 1942.

OIL CONSERVATION
COMMISSION,
BY (Sgd) JOHN M. KELLY,
(SEAL)
Publish July 1, 1942.

Publish July 1, 1942.

Affidavit of Publication

State of New Mexico, County of Santa Fe

l,	B. Floyd	being first duly sworn,
		door) of the Senta Fe
Mow Hexican	, a daily	newspaper, published in the English
		and County of Santa Fe, State of
New Mexico, and being a newsp	paper duly qualified	to publish legal notices and adver-
tisements under the provisions of	of Chapter 167 of th	e Session Laws of 1937; that the
publication, a copy which is here	to attached, was publi	shed in said paper once each week
for con	secutive weeks, and	on the same day of each week in
		blication, and that the notice was
published in the newspaper pro	per, and not in any	supplement, once each week for
week	s consecutively, the	first publication being on the
day of	July	, 19 42 , and the last publica-
tion on the day	y of	, 19; that payment
for said advertisement has been	(duly made), or (ass	essed as court costs); that the un-
		things set forth in this affidavit.

PUBLISHER'S BILL

53	lines, one time at	\$	2,64
	lines,times,	\$	
	Tax	\$	
	Total	\$	2,64
Received payment,	i L		
**************		••••	
By			

Subscribed and sworn to before me, this. It

Notary Public.

Manager.

My Commission expires une 11, 1945

to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937, and payment of fees for said publicaton has been made.

NOTICE FOR PUBLICATION STATE OF NEW MEXICO OIL CONSERVATION COMMISSION The Oil Conservation Commission, by law invested with jurisdiction as the oil and gas regulatory body of the State of New Mexico, hereby gives notice of the following hearing to be held at the Capitol, Santa Fe, New Mexico: Case No. 33 In the matter of the application of Shell Oil Company, Inc., for temporary increase in allowable, Monument Field. This case is set for 2 o'clock P.M. July 28, 1942. Any person has interest interest Any person has intended in the subject of be entitled to be. The foregoing Notion was made pursurection of the Comm. Executive Meeting June. Given under the seal of mission at Santa Fe, New on June 30, 1942. OIL CONSERVATION COMMISSION, BY (Sgd) JOHN M. KFILLY, (SEAL) Secretar Publish July 1, 1942.

Affidavit of Publication

C. B. Floyd , being first duly sworn,

State of New Mexico, County of Santa Fe

tion of Shell Oil Company, Inc., for temporary increase in allowable, Monument Field. This case is set for 2 o'clock P.M., July 28, 1942. Any person has interest in the subject of shall be entitled to be The foregoing Notice-tion was made pursue direction of the Command Commander the seal of mission at Santa Fe, Net on June 30, 1942. OIL CONSERVATION COMMISSION, BY (Sgd) JOHN M. KFILLY, (SEAL.) Publish July 1, 1942.	declare and say that I am the (Business Manager) XECTION of the Santa Fe
PUBLISHER'S BILL 33 lines, one time at \$	dersigned has personal knowledge of the matters and things set forth in this affidavit. Manager. 2.61
lines,times, \$	Subscribed and sworn to before me, this 8th
Tax \$	2.64 Tima K. Ormsber
Received payment, By	Notary Public. My Commission expires

NOTICE FOR PUBLICATION STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

The Oil Conservation Commission, by law invested with jurisdiction as the oil and gas regulatory oody of the State of New Mexico, hereby gives notice of the following hearing to be held at the Capitol, Santa Fe, New Mexico:

Case No. 33

In the matter of the application of Shell Oil Company, Inc., for temporary increase in allowable, Monument Field. This case is set for 2 o'clock P.M., July 28, 1942.

Any person having any interest in the subject of said hearing shall be entitled to be heard.

The foregoing Notice of Publication was made pursuant to the direction of the Commission at its Executive Meeting June 30, 1942.

Given under the seal of said Commission at Santa Fe, New Mexico, on June 30, 1942.

OIL CONSERVATION COMMISSION

John M. K

SEAL

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION OF SHELL OIL COMPANY, INC., FOR TEMPORARY INCREASE IN ALLOWABLE, MONUMENT FIELD.

Comes now Shell Oil Company, Inc., and states:

- 1. That the production of certain wells in the Monument Field has been found to be valuable for the manufacture of certain materials essential for the war effort, and applicant has been trucking the production of certain of these wells in the Monument Field from the lease tank batteries with which such wells are connected to Hobbs, New Mexico, where such production is loaded on tank cars and moved by such cars to Shell Pipe Line Corporation's Hendrick station, Winkler County, Texas, where such production is mixed with the production of certain wells in West Texas and batched through the lines of Shell Pipe Line Corporation to the Wood River, Illinois, refinery of this applicant.
- 2. That it is essential that the production of the wells referred to be kept separate and not mixed with the production of other wells in Lea County, with which Shell pipe line is connected, and it is also essential that the production of the wells referred to be stored until at least 50,000 barrels of such and similar production can be collected, as approximately 50,000 barrels is the minimum amount that may be feasibly batched through the Shell pipe line to the refinery.
- 3. That in the shipment from Hobbs to Hendrick, approximately twenty-four tank cars are in continuous use and these cars are badly needed for the transportation of petroleum products to the East coast during the emergency existing because of the transportation situation, and it is only by special dispensation of the Office of Defense Transportation that this applicant has been enabled to use the tank cars for the purposes aforesaid, and

said office is pressing that they be released for other service at the earliest practicable date.

- 4. That this applicant has made arrangements with Gulf Pipe Line Corporation, whereby this oil may be batched through the Gulf line from Monument to Hendrick, Texas, but in order to put this arrangement with Gulf into effect, it will be necessary for this applicant to erect a tank with at least 50,000 barrels capacity near the Gulf station at Monument, and it will be further necessary in order for it to operate under the new arrangement with Gulf, to enable the handling of the particular class of crude referred to, that necessary reserves in storage be built up for such purposes, 50,000 barrels in said Monument Field tank being the minimum quantity required to effect such arrangement and enable the releasing of the tank cars.
- Texas, comes from marginal wells which are producing up to their capacity, and the production from these wells cannot be increased, and since applicant's combined receipts of production from the Texas wells, along with the present allowable production now being obtained from the Monument Field wells barely equals its current day to day demand for this type crude, it is absolutely essential, in order to effect the proper batching of the oil of the kind referred to, through the line of the Gulf Pipe Line Corporation from its Monument, New Mexico, station to Hendrick, Texas, that this applicant have larger quantities of the oil of this grade produced in the Monument Pool that can be obtained under the present allowable for wells in the Monument Pool.
- 6. This applicant, through its original connections and through connections which it has taken over from other oil purchasers in recent months, is now purchasing 53.61% of the current allowable production of the Monument Field and Gulf is purchasing an additional 34.62% of the field's allowable, and that company has advised this applicant that a reasonable increase in

the allowable of wells in the Monument Pool will meet with its approval. The remaining 11.77% of the Monument Pool's production is split between six purchasing companies and any reasonable increase would not materially increase the amount purchased by these companies. Moreover, only 4.64% of the Monument Pool's production is from wells owned and operated by the applicant herein.

- 7. This applicant estimates that if this application is allowed within a reasonable time and the Monument Pool allowable increased approximately 15 barrels per well per day, it will be able to obtain the necessary priorities and complete the erection of its storage at Monument, above referred to, and have the accumulation of the minimum batching requirements worked out within a period of six months from the allowance of this application.
- 8. Applicant feels that the increase of allowable herein requested will not result in waste and will in no manner lessen the ultimate production of the Monument Pool.

WHEREFORE, this applicant prays that for the reasons aforesaid, the allowable for the Monument Pool be increased 15 barrels per day per well temporarily, for the purposes aforesaid, or that it be permitted to purchase increased amounts, temporarily from wells in such pool.

By L. L. L. L.

SETH AND MONTGOMERY,

B**y** _

Attorneys for Applicant

STATE OF NEW MEXICO,

County of Santa Fe.

នន

county of Santa re.

O. D. Crites, being first duly sworn, deposes and says that he has read the foregoing application, knows the contents thereof, and the matters and things therein stated are true, except as to those matters stated on information and belief, and as to them, he believes them to be true.

Subscribed and sworn to before me this 30th day of June, 1942.

My Commission Expires:

frene H. Gordon Notary Public