

Case No.

1407

Application, Transcript,
Small Exhibits, Etc.



7

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 1642
Order No. R-1390

APPLICATION OF DELHI-TAYLOR OIL
CORPORATION FOR AN AMENDMENT OF
ORDER NOS. R-60, R-1169, AND R-1170
TO CHANGE THE DEDICATED ACREAGE IN
ONE NON-STANDARD GAS PRORATION UNIT
IN THE BLANCO MESAVERDE POOL AND IN
TWO NON-STANDARD GAS PRORATION UNITS
IN THE AZTEC-PICTURED CLIFFS POOL,
SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 22, 1959, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 7th day of May, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That by Commission Order No. R-60, the applicant, Delhi-Taylor Oil Corporation, was granted a 340-acre non-standard gas proration unit in the Blanco Mesaverde Pool consisting of the SW/4 of Section 30 and the W/2 of Section 31, Township 29 North, Range 8 West, NMPM, San Juan County, New Mexico, said unit being dedicated to the Delhi-Taylor Prichard Well No. 4-T, located 1450 feet from the South line and 790 feet from the West line of said Section 31.

(3) That a recent Cadastral Survey, accepted April 18, 1958, shows the acreage in said non-standard gas proration unit to be 375.09 acres rather than 340 acres.

(4) That by Commission Order No. R-1169, the applicant was granted a 169.42 acre non-standard gas proration unit in the Aztec-

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Pictured Cliffs Pool consisting of the SW/4 and the S/2 NW/4 of said Section 31, said unit being dedicated to the Delhi-Taylor Prichard Well No. 4-C, located 1450 feet from the South line and 790 feet from the West line of said Section 31.

(5) That a recent Cadastral Survey, accepted April 18, 1958, shows the acreage in said non-standard gas proration unit to be 203.34 acres rather than 169.42 acres.

(6) That by Commission Order No. R-1170, the applicant was granted a 170.58 acre non-standard gas proration unit in the Aztec-Pictured Cliffs Pool consisting of the SW/4 of said Section 30 and the N/2 NW/4 of said Section 31, said unit being dedicated to the Delhi-Taylor Jones Well No. 3, located 1750 feet from the South line and 1090 feet from the West line of said Section 30.

(7) That a recent Cadastral Survey, accepted April 18, 1958, shows the acreage in said non-standard gas proration unit to be 171.75 acres rather than 170.58 acres.

(8) That the applicant proposes that Order Nos. R-60, R-1169, and R-1170 be amended to change the dedicated acreage in said non-standard gas proration units to conform with the acreage shown by the Cadastral Survey accepted April 18, 1958.

(9) That amendment of the subject orders as requested by the applicant will not cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That Order No. R-60 be and the same is hereby amended to reflect that applicant's non-standard gas proration unit in the Blanco Mesaverde Pool consisting of the SW/4 of Section 30 and the W/2 of Section 31, Township 29 North, Range 8 West, NMPM, San Juan County, New Mexico, and dedicated to the Delhi-Taylor Prichard Well No. 4-T, located 1450 feet from the South line and 790 feet from the West line of said Section 31, contains 375.09 acres.

(2) That Order No. R-1169 be and the same is hereby amended to reflect that applicant's non-standard gas proration unit in the Aztec-Pictured Cliffs Pool consisting of the SW/4 and the S/2 NW/4 of said Section 31 and dedicated to the Delhi-Taylor Prichard Well No. 4-C, located 1450 feet from the South line and 790 feet from the West line of said Section 31, contains 203.34 acres.

(3) That Order No. R-1170 be and the same is hereby amended to reflect that applicant's non-standard gas proration unit in the Aztec-Pictured Cliffs Pool consisting of the SW/4 of said Section 30 and the N/2 NW/4 of said Section 31 and dedicated to the Delhi-Taylor Jones Well No. 3, located 1750 feet from the South line and

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Order No. R-1390

1090 feet from the West line of said Section 30, contains 171.75 acres.

(4) That the effective date of this order changing the acreage dedicated to the above-described wells shall be May 1, 1959.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

A. L. PORTER, Jr., Member & Secretary

S E A L

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EXAMINER HEARING
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
April 9, 1958

IN THE MATTER OF: Cases No. 1407 and 1408, Consolidated

TRANSCRIPT OF PROCEEDINGS

DEARNLEY - MEIER & ASSOCIATES
INCORPORATED
GENERAL LAW REPORTERS
ALBUQUERQUE, NEW MEXICO
3-6691 5-9546

EXAMINER HEARING
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
April 9, 1958

IN THE MATTER OF:

Application of Delhi-Taylor Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 169.42-acre non-standard gas proration unit in the Aztec-Pictured Cliffs Gas Pool consisting of the SW/4 and S/2 NW/4 of Section 31, Township 29 North, Range 8 West, San Juan County, New Mexico, said unit to be dedicated to the applicant's Prichard Well No. 4-C, located 1450 feet from the South line and 790 feet from the West line of said Section 31.

Case 1407

IN THE MATTER OF:

Application of Delhi-Taylor Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 170.58-acre non-standard gas proration unit in the Aztec-Pictured Cliffs Gas Pool consisting of the SW/4 of Section 30 and the N/2 NW/4 of Section 31, all in Township 29 North, Range 8 West, San Juan County, New Mexico, said unit to be dedicated to the applicant's Jones Well No. 3, located 1750 feet from the South line and 1090 feet from the West line of said Section 30.

Case 1408

BEFORE: Elvis A. Utz, Examiner

TRANSCRIPT OF PROCEEDINGS

MR. UTZ: Mr. Carlin, the Examiner would entertain a motion at this time to consolidate Cases 1407 and 1408.

MR. CARLIN: I was going to request the same thing.

MR. UTZ: Would you care to make that motion?

MR. CARLIN: I would like to ask that the Cases 1407 and 1408 be consolidated for the purposes of testimony today.

MR. UTZ: Is there objection to this request? If not, the Cases 1407 and 1408 will be consolidated for the purposes of testimony.

MR. CARLIN: I will be the witness in both cases.

MR. PAYNE: Case 1407: Application of Delhi-Taylor Oil Corporation for a non-standard gas proration unit.

Case 1408: Application of Delhi-Taylor Oil Corporation for a non-standard gas proration unit.

MR. UTZ: Are there other appearances in this case? If not, you may proceed.

(Witness sworn.)

RUSSELL CARLIN

called as a witness, having been first duly sworn on oath, testified as follows:

DIRECT EXAMINATION

By MR. COOLEY:

Q Will the witness state his name and position, please?

A My name is Russell Carlin, representing Delhi-Taylor. I have testified before the Commission in the past.

Q Mr. Carlin, are you qualified as an expert engineer or expert geologist?

A Engineer.

Q Expert engineer. Do you have particular knowledge of the condition existing in the Aztec-Pictured Cliffs Gas Pool in San Juan County, New Mexico?

A I have.

MR. COOLEY: Are the witness's qualifications acceptable?

MR. UTZ: They are.

Q You may proceed, if you please.

A Initially, we perhaps made the wrong assumption that we could obtain administrative approval for both of these non-standard gas proration units, our assumption being based on Order No. R-60, dated March 21, 1951. This Order R-60 specified, among other drilling units, that the southwest quarter of Section 30 and the west half of Section 31, Township 29 North, Range 8 West, would constitute a drilling unit for production from the Mesaverde gas horizon, and all lands within each of the drilling units in this Order were pooled as to production from the Mesaverde gas horizon, and the Order provided for the establishment of drilling units other than a standard 320-acre governmental half-section, wherein the drilling unit could extend across section lines.

The applications in these two cases is similar to that contained in Order R-60, with the exception that we are dealing with Pictured Cliffs drilling units instead of Mesaverde. The Oil Conservation Commission has accepted and ruled on the fact that these short sections do exist in Section 30 and 31, Township 29 North, Range 8 West.

In Case 1407, I have two plats here which we can mark as Exhibit 1. This plat shows the 169.42 acres --

MR. UTZ: (Interrupting) Pardon me just a moment, Mr. Carlin. Do you have plats of the other unit, too, at this time?

A Yes, sir, for Case 1408. This is Exhibit 1 for Case 1408.

MR. UTZ: Okay.

A The Exhibit 1 in Case 1407 indicates the 169.42 acres which we are asking for as a non-standard proration unit in the Pictured Cliff formation in this particular area, which is approximately half of the Mesaverde non-standard unit which was asked for in the Order R-60 which I mentioned before. This well was completed on January 27, 1956, and it had an initial open flow potential in the Pictured Cliff of 1,467 mcf per day. This is a dually completed well and this is the annular completion.

MR. UTZ: The Prichard No. 4 is a dual completion?

A 4, and this is 4-C. No other wells will be drilled on this acreage, and being, you might say, as close as we could come to a regular quarter-section, about the only well that could be drilled in there and completed in that particular horizon and still produce that Pictured Cliff gas. To my recollection, there are no other completions in the Pictured Cliff offsetting this acreage. However, all offset operators have been notified of this application.

In Case 1408 we have somewhat similar circumstances, with the exception that the drilling unit as such does cross the section line. It is also approximately half of the drilling unit which

was ordered by the Commission under R-60 for a Mesaverde completion. This well, the Jones 3, was completed on December 17, 1956, with an initial open flow potential of 1,164 mcf per day, and to my knowledge there are no other Pictured Cliffs wells offsetting this particular well. All offset operators have been notified of this application. The acreage, according to regular survey, in this particular case amounts to 170.58 acres, and we are requesting that non-standard proration units be assigned by the Commission to both wells. This well was not dually completed.

I think that's all I have for the record in these cases.

MR. UTZ: Mr. Carlin, did I understand you to say that the well which you are dedicating to the unit on Case 1407 is the Delhi-Taylor Prichard No. 4-C?

A Right.

MR. UTZ: Is that well a standard location?

A That is.

MR. UTZ: And the well dedicated to the unit in Case 1408 is the Delhi-Taylor Jones No. 3, is that correct?

A That is correct. It was initially drilled as the El Paso Jones No. 3, but since the initial completion of the well, operating agreements have been entered into by El Paso and Delhi-Taylor whereby Delhi-Taylor is the operator of both units.

MR. UTZ: Is that well a standard location?

A It is.

MR. UTZ: Any questions of the witness? Mr. Cooley.

CROSS EXAMINATION

By MR. COOLEY:

Q Mr. Carlin, both of the non-standard units requested herein were necessitated by correctional lines from the United States Geological Survey?

A That is correct.

Q Can you tell me if the Pictured Cliffs formation has been communitized for each of the two proposed units?

A It has.

Q 100 percent of royalty and working interest is committed?

A To my best knowledge, it has been.

Q What is the ownership in the Delhi-Taylor Jones lease, and what is the area? First, what is the area of the Delhi-Taylor Jones lease?

A That is, as you will note, there are 170.58 acres which is composed of the southwest quarter of Section 30 and the north half of the northwest quarter of Section 31.

Q You may misunderstand my question. I want to know the boundary lines of the lease, not the proposed unit, the Jones lease. Does it extend into Section 31?

A No, it does not. As I remember, the Prichard lease takes in all of Section 31, the Jones lease does not come down into 31, as I remember.

Q Then the unit for your Prichard No. 4 Well would all be on the Prichard lease?

A Right.

Q But your unit for the Jones Well would be part of the Jones lease and part of the Prichard lease?

A That is correct. And as I said, I'm reasonably sure that the communitization of that property has been obtained or pooled.

Q Is the royalty ownership of the Jones and Prichard leases common?

A It's all Federal acreage.

Q All Federal. Are there any overriding royalties on those leases, on either the Jones or the Prichard leases?

A I'm sure there are, at the moment I couldn't tell you how much or where it is.

Q Mr. Carlin, the ownership of these leases is very important in considerations such as we have before us today. Would you please analyze the ownership of your proposed unit for the Jones No. 3 Well -- I believe that's the only one I need information on. Break it down and state positively in a subsequent communication to this Commission whether all interests in the proposed unit have been communitized.

A All right.

MR. COOLEY: That's all the questions I have.

MR. UTZ: Any other questions of the witness? If not, the witness will be excused.

(Witness excused.)

MR. UTZ: Are there any statements in these two cases? Mr.

Mankin.

MR. MANKIN: Warren Mankin, representing Aztec Oil and Gas Company. Aztec is the operator of a lease consisting of the east half of Section 36, which directly offsets both proposed units in Cases 1407 and 1408, in that the east half of Section 36 has been dedicated to the Mesaverde, and the northeast quarter has been dedicated to the Pictured Cliffs, so there is an offset to the west of these leases. We have previously given waivers for only the southwest quarter of Section 31 to the Prichard No. 4, when it was to be an administrative procedure.

We at this time urge the Commission to grant both applications in both cases, in that Delhi finds themselves in short land grants in this particular area and therefore there would be no particular problems involved in having units in the neighborhood of 170 acres per well. We therefore urge that it be approved.

MR. UTZ: Any other statements? If no further statements --

MR. PAYNE: Did you wish to move that your exhibits be moved into evidence?

MR. CARLIN: I did.

MR. UTZ: Any objection to the introduction of the exhibits in Cases 1407 and 1408? If not, they will be admitted.

The cases will be taken under advisement.

* * * * *

C E R T I F I C A T E

STATE OF NEW MEXICO)
) ss
 COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Proceedings before the New Mexico Oil Conservation Commission was reported by me in stenotype and reduced to typewritten transcript under my personal supervision, and that the same is a true and correct record to the best of my knowledge, skill and ability.

WITNESS my Hand and Seal this 28th day of April, 1958, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

Ada Dearnley
 NOTARY PUBLIC

My commission expires:

June 19, 1959.

I do hereby certify that the foregoing is
 a complete record of the proceedings in
 the Bernalillo County of Case No. 1907-1958
 heard by me on April 9, 1958
John A. Dearnley, Notary
 New Mexico Oil Conservation Commission

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 29, 1958

C
O
P
Y

Mr. Russell Carlin
Delhi-Taylor Oil Corp.
Corrigan Tower
Dallas 1, Texas

Dear Mr. Carlin:

We enclose two copies of Orders R-1169 and R-1170 issued April 28, 1958, by the Oil Conservation Commission in Cases 1407 and 1408, respectively, which were heard on April 9th before an examiner at Santa Fe.

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

bp
Encls.

**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. 1407
Order No. B-1169**

**APPLICATION OF DELHI-TAYLOR OIL
CORPORATION FOR THE ESTABLISHMENT
OF A 109.42-ACRE NON-STANDARD GAS
PRORATION UNIT IN THE AZTEC-PICTURED
CLIFFS GAS POOL, SAN JUAN COUNTY,
NEW MEXICO.**

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 9, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 28th day of April, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Delhi-Taylor Oil Corporation, is the owner of the following described acreage:

SW/4 and S/2 NW/4 of partial Section 31, Township 29 North, Range 8 West, NMPM, San Juan County, New Mexico.

(3) That the applicant is the operator of the Prichard Well No. 4-C, located 1450 feet from the South line and 790 feet from the West line of said Section 31.

(4) That the applicant proposes to dedicate the above-described acreage to the said Prichard Well No. 4-C.

(5) That the proposed non-standard proration unit is necessitated by a variation in legal subdivision of the U. S. Public Land Surveys.

(6) That the establishment of the proposed non-standard proration unit will not cause waste nor impair correlative rights.

(7) That the application should be granted.

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Case No. 1407

Order No. R-1160

IT IS THEREFORE ORDERED:

1. That the application of Delhi-Taylor Oil Corporation for the establishment of a 169.42-acre non-standard gas proration unit in the Antec-Pictured Cliffs Gas Pool, consisting of the SW/4 and S/2 NW/4 of partial Section 31, Township 29 North, Range 8 West, NMPN, San Juan County, New Mexico, be and the same is hereby granted. Said unit is to be dedicated to the applicant's Prichard Well No. 4-C located 1450 feet from the North line and 750 feet from the West line of said Section 31.

2. That the said Prichard Well No. 4-C be designated as the unit well for said unit and that the same be granted an acreage factor for allowable purposes in the proportion that the above-described acreage bears to the standard proration unit for the Antec-Pictured Cliffs Gas Pool, subject to the Special Rules and Regulations for the Antec-Pictured Gas Pool as set forth in Order No. R-565-C.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

E. L. McChes

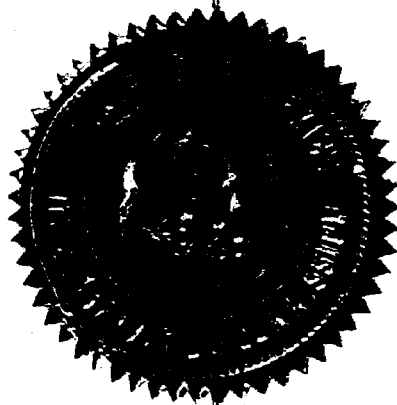
EDWIN L. MCCHESN, Chairman

Murray E. Morgan

MURRAY E. MORGAN, Member

A. L. Porter, Jr.

A. L. PORTER, Jr., Member & Secretary



ir/

OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

Date 4-11-58

CASE 1407

Hearing Date 4-9-58

My recommendations for an order in the above numbered cases are as follows:

1. approve as requested.
2. ~~Picture Cliff~~ ^{Partial} will consist of $\frac{5}{2}$ NW/4, ~~SW/4~~,
+ SW/4 ^{Partial} Sec. 31, 29N-8W, 169.92 acres.
3. The Unit well is the Delhi-Daylor Oil Corp.
Richard # 4, 1450/5 and 780 from westline
of ~~Sec 31~~ Partial section 31, 29N-8W.
This well is a Measurede, Picture Cliff Dual.
4. Unit is necessitated by the irregular
survey of this section.

Ernest W. Spurr
Examiner

Staff Member

Handwritten: 4/8

DELHI-TAYLOR OIL CORPORATION
CORRIGAN TOWER
DALLAS 1, TEXAS

Handwritten: March 10, 1958

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

Gentlemen:

On March 6, 1958 we wrote you requesting administrative approval of a non-standard proration unit on the Delhi-Taylor Prichard #4-C well in L Section 31, T 29 N, R 8 W, San Juan County, New Mexico. The proration unit acreage was incorrectly shown as 112.9 acres whereas it should be 169.42 acres.

An amended request is submitted for your consideration and we hope this will cause you no great inconvenience.

Very truly yours,

DELHI-TAYLOR OIL CORPORATION

Tyson Cleary
Tyson Cleary

TC:mhm

cc: El Paso Nat. Gas Co.
Farmington, New Mexico

Southern Union Gas Co.
Farmington, New Mexico

Aztec Oil & Gas Co.
Farmington, New Mexico

Beaver Lodge Oil Corp.
Dallas, Texas

New Mexico Oil Conservation
Comm.

Aztec, New Mexico

H. P. Kerr

J. B. Howell

Handwritten notes:
New Mexico
on 4/8/58
Denial
called Cleary
and advised him

Well
1450 FSL
140 FWL

DELHI-TAYLOR OIL CORPORATION
CORRIGAN TOWER
DALLAS 1, TEXAS

March 10, 1958

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

AMENDED 3/10/58

Re: **Non-Standard Proration Unit**
Aztec-Pictured Cliff Pool
San Juan County, New Mexico

Gentlemen:

In accordance with Oil Conservation Commission Order No. R-565 Rule 6 (B), Application is hereby made for administrative approval of a non-standard proration unit whereby 169.42 contiguous surface acres will be allocated to the Delhi-Taylor Prichard #4-C well in L Section 31-T 29 N, R 8W, San Juan County, New Mexico. This acreage is substantially in the form of a rectangle and, due to the irregularity of the Range Line between Range 8 West and Range 9 West of the U. S. Public Land Survey, consists of the SW/4 and S/2 NW/4 of Section 31 referenced above.

Respectfully submitted,

DELHI-TAYLOR OIL CORPORATION

Tyson Cleary
Tyson Cleary

cc: El Paso Nat. Gas Co.
Farmington, New Mexico

Southern Union Gas Co.
Farmington, New Mexico

Aztec Oil & Gas Co.
Farmington, New Mexico

Beaver Lodge Oil Corp.
Dallas, Texas

New Mexico Oil Conservation Comm.
Aztec, New Mexico

H. P. Kerr

J. B. Howell

STATE OF TEXAS
COUNTY OF DALLAS

Tyson Cleary says that he is the person who prepared the foregoing letter on behalf of Delhi-Taylor Oil Corporation; that he knows the contents thereof, and that to the best of his knowledge the same is true and correct.

Tyson Cleary

Sworn and Subscribed to before me this 10th day of March, 1958.

Ivan C. Jones

IVAN C. JONES
Notary Public, Dallas County, Texas
My Commission Expires June 1, 1959

March 10, 1958

STATE OF TEXAS
COUNTY OF DALLAS

This is to certify that all of the offset
operators listed on the attached application have been fur-
nished with copies of this application by registered mail.

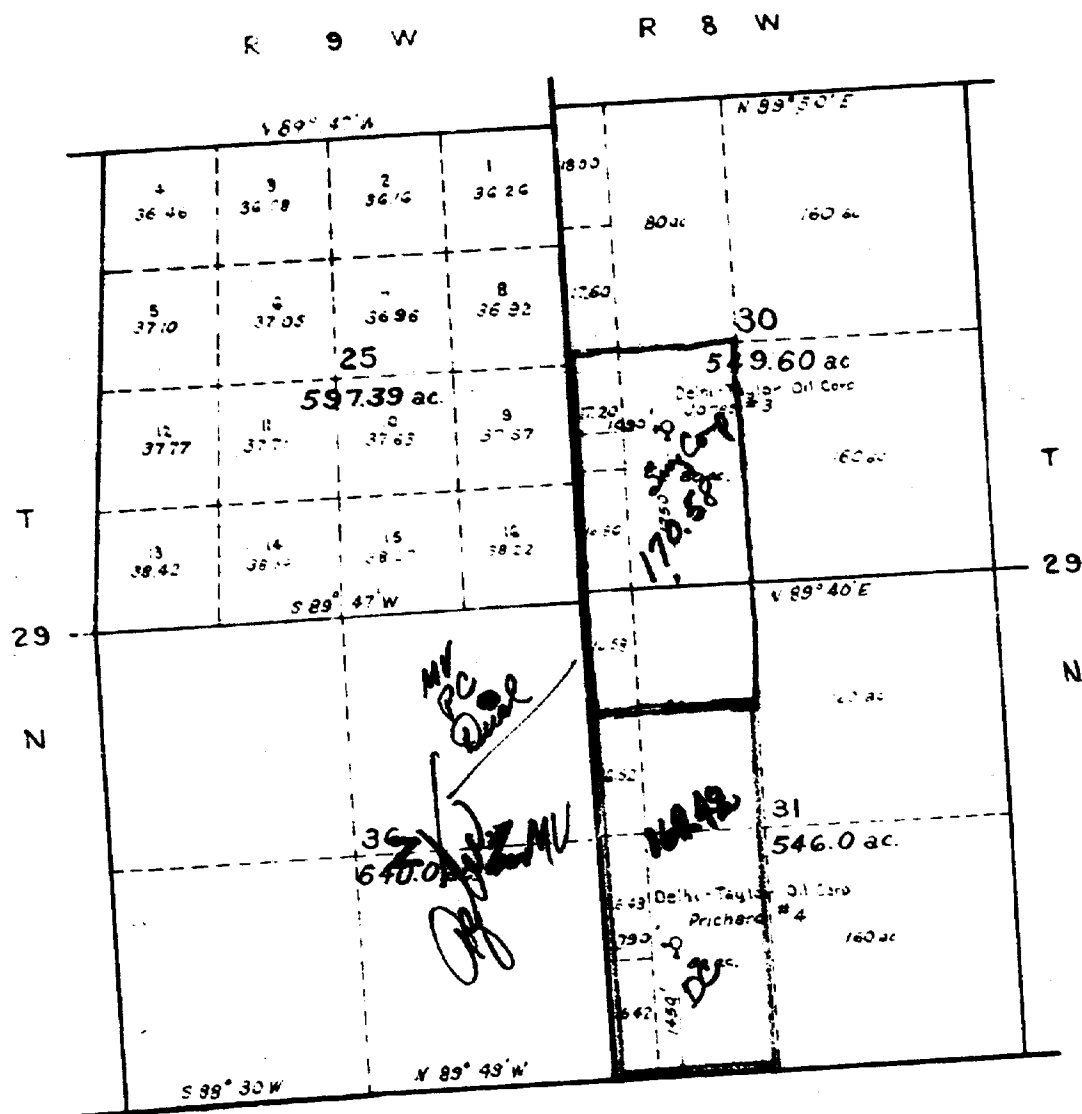
DELHI-TAYLOR OIL CORPORATION

By Tyson Cleary

Sworn and Subscribed to before me this 10th day
of March, 1958.

Jean C. Jones

JEAN C. JONES,
Notary Public, Dallas County, Texas
My Commission Expires June 1, 1959



Note: The above Plat based on data
 from the Surveyor General's Office
 Santa Fe, New Mexico.
 T-29N-R8W dated 4-1-9-881
 T-29N-R9W dated July 2, 1982

DEL RIO TAYLOR OIL CORPORATION
 SAN JUAN COUNTY, NEW MEXICO
 TOWNSHIP 29 NORTH, RANGES 8 & 9 WEST
 SECTIONS 30, 31 & 25, 36
 SCALE: 1" = 2000'

- CASE 1408: Application of Delhi-Taylor Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 170.58-acre non-standard gas proration unit in the Aztec-Pictured Cliffs Gas Pool consisting of the SW/4 of Section 30 and the N/2 NW/4 of Section 31, all in Township 29 North, Range 8 West, San Juan County, New Mexico, said unit to be dedicated to the applicant's Jones Well No. 3, located 1750 feet from the South line and 1090 feet from the West line of said Section 30.
- CASE 1409: Application of Gulf Oil Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Lea State "CL" Well No. 1, located 2651 feet from the North line and 1650 feet from the East line of Section 2, Township 16 South, Range 32 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Wolfcamp formation adjacent to the Anderson Ranch-Wolfcamp Pool and oil from the Anderson Ranch-Devonian Pool through parallel strings of tubing.
- CASE 1410: Application of Gulf Oil Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Lea State "R" Well No. 1, located 990 feet from the North line and 660 feet from the East line of Section 2, Township 16 South, Range 32 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Wolfcamp formation adjacent to the Anderson Ranch-Wolfcamp Pool and oil from the Anderson Ranch-Devonian Pool through parallel strings of tubing.
- CASE 1411: Application of Gulf Oil Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its J. F. Janda "F" Well No. 3, located 1980 feet from the North and West lines of Section 4, Township 22 South, Range 36 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Jalmat Gas Pool and oil from the South Eunice (Oil) Pool through parallel strings of tubing.
- CASE 1412: Application of John M. Kelly for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 240-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the E/2 SW/4, W/2 SE/4, and W/2 NE/4 of Section 16, Township 19 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Humble State No. 1 Well located 1980 feet from the South and West lines of said Section 16.
- CASE 1413: Application of Austral Oil Exploration Company for an exception to Rule 309 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order authorizing it to commingle the production from all wells completed in the Townsend-Wolfcamp Pool, Lea County, New Mexico, on the following described leases:

DOCKET: EXAMINER HEARING APRIL 9, 1958

OIL CONSERVATION COMMISSION 9 a.m., MABRY HALL, STATE CAPITOL, SANTA FE, NM

The following cases will be heard before Elvis A. Utz, Examiner:

- - -

- CASE 1356: Application of Cities Service Oil Company for an order amending Order No. R-1128. Applicant, in the above-styled cause, seeks an order amending Order No. R-1128 to authorize the transfer of allowable from water injection wells to other wells on the same basic lease, to establish a lease allowable for the applicant's Government "B" Lease, and to authorize administrative approval for additions to, or deletions from the pilot area and/or injection wells.
- CASE 1404: Application of Continental Oil Company for permission to produce more than eight oil wells into a common tank battery. Applicant, in the above-styled cause, seeks an order authorizing the production of a maximum of eleven oil wells in the Jalmat Gas Pool into a common tank battery. Said wells are located on the applicant's Eaves A-19 lease comprising the S/2, S/2 NW/4, and NW/4 NW/4 of Section 19, Township 26 South, Range 37 East, Lea County, New Mexico.
- CASE 1405: Application of Continental Oil Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its A. M. Lockhart B-14 "A" No. 1-D Well, located 1980 feet from the North line and 660 feet from the East line of Section 14, Township 21 South, Range 37 East, Lea County, New Mexico, in such a manner as to produce oil from the Terry Blinebry Oil Pool and oil from the Drinkard Oil Pool through parallel strings of tubing.
- CASE 1406: Application of Continental Oil Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 200-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the S/2 S/2 and the NW/4 SW/4 of Section 13, Township 20 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to the applicant's SEMU Permian Well No. 41 located 660 feet from the South and East lines of said Section 13.
- CASE 1407: Application of Delhi-Taylor Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 169.42-acre non-standard gas proration unit in the Aztec-Pictured Cliffs Gas Pool consisting of the SW/4 and S/2 NW/4 of Section 31, Township 29 North, Range 8 West, San Juan County, New Mexico, said unit to be dedicated to the applicant's Prichard Well No. 4-C, located 1450 feet from the South line and 790 feet from the West line of said Section 31.

-4-

Docket No. 10-58

Examiner Hearing April 9, 1958

CASE 1418
Continued:

all in Township 25 North, Range 12 West, San Juan County,
New Mexico. Applicant further seeks authority to commingle
the production from each of said leases after separately
measuring said production by means of positive displacement
meters.

ir/

Examiner Hearing April 9, 1958

CASE 1413
Continued:

W. M. Snyder "B" Lease - Township 16 South, Range 36 East
Section 6: Lots 8, 10, 15, & 16
and SE/4

W. M. Snyder "C" Lease - Township 16 South, Range 36 East
Section 5: Lot 5
Section 6: Lots 1, 7, & 8

CASE 1414:

Application of The Texas Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its C. H. Weir "B" Well No. 1, located in the SE/4 NE/4 of Section 11, Township 20 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Skaggs-Drinkard Pool and oil from an undesignated Glorieta oil pool through parallel strings of tubing.

CASE 1415:

Application of Phillips Petroleum Company for authority to effect an oil-oil dual completion and to commingle the production from two separate pools. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Santa Fe Well No. 18, located in the NW/4 NE/4 of Section 34, Township 17 South, Range 35 East, Lea County, New Mexico, in such a manner as to produce oil from the Yates formation adjacent to the Vacuum-Yates Pool and from the Vacuum (San Andres) Pool through parallel strings of tubing. Applicant further seeks authority to commingle the oil produced from the separate reservoirs in common storage after measuring the Yates oil through dump-type meters.

CASE 1416:

Application of Aztec Oil and Gas Company for a non-standard location. Applicant, in the above-styled cause, seeks an order authorizing a non-standard gas well location for its Culpepper-Martin Well No. 9, to be located 1850 feet from the North line and 1950 feet from the West line of Section 30, Township 32 North, Range 12 West, Blanco Mesaverde Pool, San Juan County, New Mexico.

CASE 1417:

Application of Sinclair Oil and Gas Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its A. M. York "B" Well No. 2, located in the NE/4 NE/4 Section 20, Township 21 South, Range 37 East, Lea County, New Mexico, to produce oil from the Tubb Gas Pool and from the Drinkard Oil Pool through parallel strings of tubing.

CASE 1418:

Application of Shell Oil Company for an exception to Rule 309 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order authorizing the transportation, prior to measurement, of oil produced on its E. W. Mudge No. 4 Lease, comprising All of Sections 21, 28, 33, and 34, to its L. M. Phillips No. 2 Lease, comprising the S/2, NE/4, and Lots 1 and 2 of Section 4, N/2 Section 9, SW/4 and E/2 Section 10, All Section 15, N/2 and SE/4 Section 22, and W/2 Section 27,

DELHI-TAYLOR OIL CORPORATION
CORRIGAN TOWER
DALLAS 1, TEXAS

March 6, 1958

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

Re: Non-Standard Proration Unit
Astec-Pictured Cliff Pool
San Juan County, New Mexico

Gentlemen:

In accordance with Oil Conservation Commission Order No. R-565 Rule 6(B), Application is hereby made for administrative approval of a non-standard proration unit whereby ~~1.25~~ contiguous surface acres will be allocated to the Delhi-Taylor Prichard #1-C well in L Section 31-T 29 N-R 8W, San Juan County, New Mexico. This acreage is substantially in the form of a rectangle and is a legal quarter section subdivision of the U. S. Public Land Survey. The drilling unit covering this well is the SW/4 of the Section 31 referenced above. *see amendment*

Respectfully submitted,

DELHI-TAYLOR OIL CORPORATION

Tyson Cleary
Tyson Cleary

New Mexico Oil Conservation Comm.
Aztec, New Mexico

H. P. Kerr

J. B. Howell

cc: El Paso Nat. Gas Co.
Farmington, New Mexico

Southern Union Gas Co.
Farmington, New Mexico

Aztec Oil & Gas Co.
Farmington, New Mexico

Beaver Lodge Oil Corp.
Dallas, Texas

STATE OF TEXAS
COUNTY OF DALLAS

Tyson Cleary says that he is the person who prepared the foregoing letter on behalf of Delhi-Taylor Oil Corporation; that he knows the contents thereof, and that to the best of his knowledge the same is true and correct.

Sworn and Subscribed to before me this 6th day of March, 1958.

Tyson Cleary

Jean C. Jones

JEAN C. JONES,
Notary Public, Dallas County, Texas
My Comm. Exp. Jan 1, 1959

March 6, 1958

Mohr

STATE OF TEXAS
COUNTY OF DALLAS

This is to certify that all of the offset
operators listed on the attached application have been fur-
nished with copies of this application by registered mail.

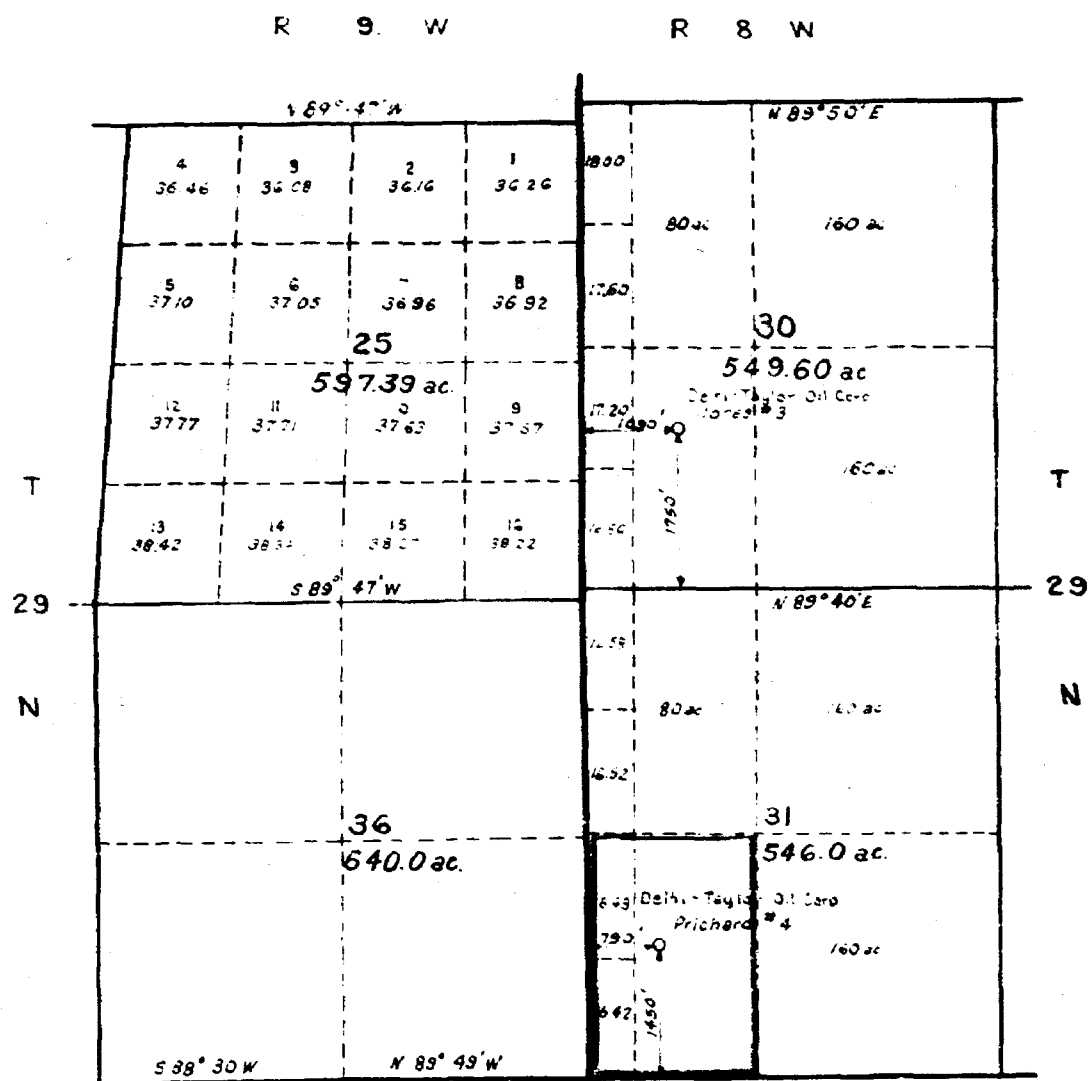
DELHI-TAYLOR OIL CORPORATION

By *Tyson Cleary*

Sworn and Subscribed to before me this 6th
day of March, 1958.

Jean C. Jones

JEAN C. JONES,
Notary Public, Dallas County, Texas
My Commission Expires June 1, 1959



Note: The above Plat based on plats
 from the Surveyor General's Office
 Santa Fe, New Mexico.
 T-29N-R8W dated April 13, 1881
 T-29N-R9W dated July 2, 1950

DELHI - TAYLOR OIL CORPORATION
 SAN JUAN COUNTY, NEW MEXICO
 TOWNSHIP 29 NORTH, RANGES 8 & 9 WEST
 SECTIONS 30, 31 & 25, 36
 SCALE: 1" = 2000'

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DELHI TAYLOR OIL CORPORATION

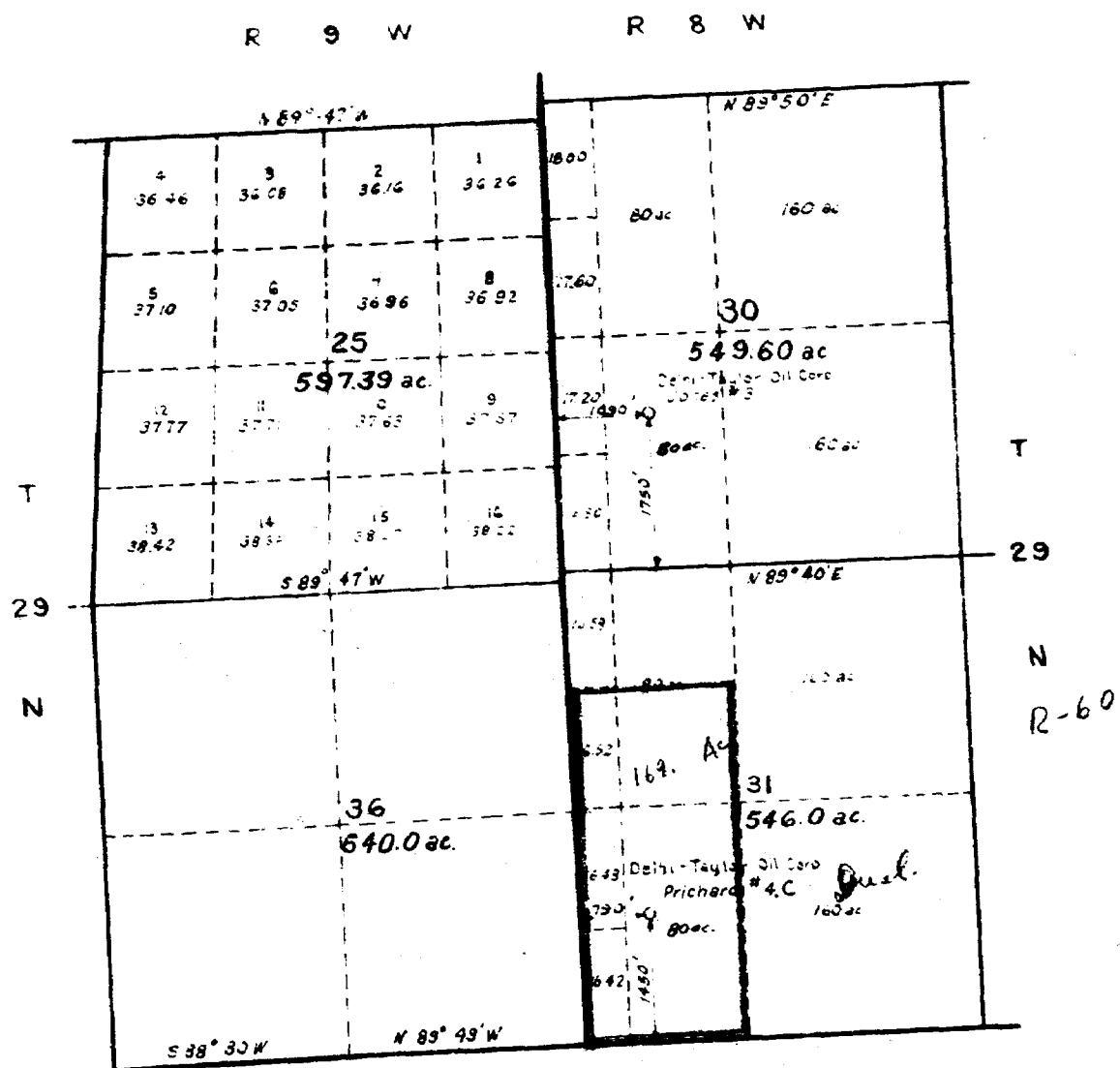
WETA FE WHEX

REQUEST THAT APPLICATION FOR NON-STANDARD PROTECTION
BE GRANTED ON DELHI-TAYLOR NO. 3 JONES AND NO. 4 PRICHARD
SUBMITTED FOR ADMINISTRATIVE APPROVAL AND REJECTED BE
CONSIDERED AT THE COMMISSION HEARING OF APRIL NINTH
DELHI-TAYLOR OIL CORP TVSON CLEAR

OFFICE 866
17 PM 4:34

Case 1407

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE



Note: The above Plat based on data from the Surveyor General's Office Santa Fe, New Mexico.
T:29N-R8W dated Apr. 1, 1881
T:29N-R9W dated July 2, 1952

BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO
Delhi. EXHIBIT No. 1
DATE 1407

CASE 1407
DELHI-TAYLOR OIL CORPORATION
SAN JUAN COUNTY, NEW MEXICO
TOWNSHIP 29 NORTH, RANGES 8 & 9 WEST
SECTIONS 30, 31 & 25, 36
SCALE: 1" = 2000'