

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 22, 1955

The Ohio Oil Company
P. O. Box 552
Midland, Texas

Attention: Mr. G. S. Mills

Administrative Order NSP-194

Gentlemen:

Reference is made to your application for approval of a 160-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the following acreage:

Township 20 South, Range 37 East, NMPM
NE/4 of Section 16

Common School

It is understood that this unit is to be ascribed to your State-Hansen Well No. 4, located 1980 feet from the north line and 990 feet from the east line and in the SE/4 NE/4 of Section 16, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

By authority granted me under provisions of Rule 5 (b), Section 6 of the Special Rules and Regulations for the Eumont Gas Pool, as set forth in Order R-520, you are hereby authorized to operate the above described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with pool rules, based upon the unit size of 160 acres.

Very truly yours,

W. B. Macey
Secretary-Director

WBM:jh

cc: Oil Conservation Commission, Hobbs
N. M. Oil & Gas Engr. Comm., Hobbs
N. M. State Land Office, Santa Fe

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MAIN OFFICE OGC
RECEIVED 7 PM 10:27

OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

Due 10/22/55

DATE October 5, 1955

MR. W. B. MACEY
OIL CONSERVATION COMMISSION
BOX 871
SANTA FE, NEW MEXICO

RE:
PROPOSED NSP 194
PROPOSED NSL

Dear Mr. Macey:

I have examined the application dated 9/19
for the Ohio Oil Co. State Hansen #4-H 16-20-37
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

OK -CR

OK-RFM

Yours very truly,

OIL CONSERVATION COMMISSION

C. M. Rieder

~~Stanley W. Stanley~~ C. M. Rieder
Engineer

160 acres NE/4

cc. to DCC
Hatten - 9/26/55

NSP-194

The Ohio Oil Co. due 10/24/55

RECEIVED SEP 21 11:41

P. O. BOX 552

MIDLAND, TEXAS

September 19, 1955

Subject: Non-standard Gas Proration
Unit - NE/4 of Sec. 16,
T-20-S, R-37-E, Eumont Gas
Pool

Mr. W. B. Macey
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

The Ohio Oil Company respectfully requests that you grant this application of The Ohio for the designation and formation of a 160-acre non-standard gas proration unit consisting of the NE/4 of Section 16, Township 20 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico. The Ohio owns the oil and gas leasehold estate on the acreage included in the proposed unit, and a gas well completed in the Eumont Gas Pool and known as State Hansen No. 4, located on the acreage at a point 660 feet from the South line and 990 feet from the East line of the proposed unit.

The State Hansen Well No. 4 was recompleted July 20, 1954, within the vertical limits of the Eumont Gas Pool as an oil well. However, the well is now a gas well under the rules applicable to the Eumont Gas Pool because of high gas-oil ratio (See attached Gas-Oil Ratio Report).

All acreage included in the proposed unit falls within the limits of the Eumont Gas Pool and is reasonably presumed to be productive of gas from that Pool. It is impractical to pool the Ohio's leasehold estate with adjoining acreage. Unless the proposed proration unit is formed, the Ohio will be deprived of a fair opportunity to recover its just and equitable share of the natural gas in the Eumont Pool. The formation of the proposed proration unit will protect correlative rights and will not cause but will prevent waste.

A plat is attached hereto which indicates the location of the proposed unit and the location of the surrounding tracts. A copy of this application with plat attached has been sent by registered mail to each of the Operators named on the attached list.

The Ohio therefore requests that you reclassify the State Hansen Well No. 4 as a gas well. The Ohio further requests that you grant an exception to the special rules and regulations for the Eumont Gas Pool, that this application be granted, and that the proposed non-standard gas proration unit be designated and formed by you without further notice or hearing and pursuant to the provisions of the applicable rules and regulations, upon the expiration of thirty (30) days from this date.

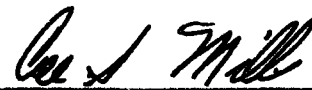
Send 2 more copies
on 9/26/55

September 19, 1955

Each and all of the foregoing statements are true and correct.

THE OHIO OIL COMPANY

By



C. S. Mills
District Manager

CSM:JMP:rs

Distribution list attached

STATE OF TEXAS §

COUNTY OF MIDLAND §

Subscribed and sworn to before me, the undersigned authority, by C. S. Mills, this 19th day of September, A.D. 1955, to certify which witness my hand and seal of office.



Notary Public in and for Midland County,
Texas.

Operators Owning Interest in Same Section as
Proposed Non-Standard Gas Proration Unit

and

Operators Owning Interest Within 1500 Feet of
State Hansen Well No. 4

General Crude Oil Company ✓
Box 2252
Houston, Texas

Continental Oil Company ✓
Box 427
Hobbs, New Mexico

Oil Well Drilling Company ✓
706 National Bank Building
Dallas, Texas

Amerada Petroleum Corporation ✓
Petroleum Life Building
Midland, Texas

Tide Water Associated Oil Company ✓
Box 1231
Midland, Texas

Shell Oil Company
Box 1957
Hobbs, New Mexico

El Paso

Proper notice of this application has been given the
above operators at the addresses indicated.

cc: L. H. Shearer
J. A. Grimes
T. A. Steele
C. E. Alton
D. L. Province
J. O. T. Couch
H. J. Brunt

The Ohio Oil Co.

P. O. BOX 552
MIDLAND, TEXAS
September 23, 1955

Mr. Warren Mankin
New Mexico Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

Attached herewith are two copies of The Ohio Oil Company's application for the designation and formation of a 160-acre non-standard gas proration unit consisting of the NE $\frac{1}{4}$ of Section 16, Township 20 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico.

A copy of this application with plat attached has been sent by registered mail to the El Paso Natural Gas Company, P. O. Box 1384, Jal, New Mexico.

Thank you for the telephone call with reference to the above application.

Yours very truly,

D. E. Morris
D. E. Morris
Petroleum Engineer

DEM:lg

Enclosure