

MAIN OFFICE OCC

OIL CONSERVATION COMMISSION

1955 APR 28 AM 11:33

BOX 2045

HOBBS, NEW MEXICO

DATE 4/25/55

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

RE:
PROPOSED NSP 140
PROPOSED NSL

Dear Mr. Macey:

I have examined the application dated 4/15/55
for the El Paso Nat. Gas Shell Black #2 O 21-24-37
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

OK-SJS

Yours very truly,

OIL CONSERVATION COMMISSION

120 acres
hs

Stanley J. Stanley
Engineer

cc: OCC - Hobbs
4/22/55

NSP-140
due 5/19/55

El Paso Natural Gas Company
MAIN OFFICE OCC

1955 APR 18 AM 11:40 El Paso, Texas
April 15, 1955

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

Attention: Mr. W. B. Macey

Re: Application of El Paso Natural Gas Company for approval of a Non-Standard Gas Proration Unit. El Paso Natural Gas Company's Shell-Black #2 Well, W/2 SE/4, SE/4 SW/4 of Section 21, Township 24 South, Range 37 East, N.M.P.M., Jalmat Gas Pool, Lea County, New Mexico.

Gentlemen:

Under the provisions of Commission Order No. R-520, Rules 3 and 5(b), delegating the Secretary of the Commission authority to grant exceptions to the requirements of Rules No. 2 and No. 5(a) without notice and hearing for an unorthodox location and non-standard gas proration unit, respectively, El Paso Natural Gas Company hereby applies for an exception to the aforementioned two rules for the El Paso Natural Gas Company's Shell-Black #2 Well, Jalmat Field.

In support of the above application, the following data is furnished:

The El Paso Natural Gas Company's Shell-Black #2 Gas Well is located 1980 feet from the East Line and 660 feet from the South Line of Section 21, Township 24 South, Range 37 East, N.M.P.M. Said well was commenced on January 22, 1937 and was completed as an oil well by Shell Oil Company on April 15, 1937 at a total depth of 3484 feet. On February 13, 1951 Shell Oil Company conveyed said well to El Paso Natural Gas Company. El Paso re-worked and plugged said well back to 3086 feet. Re-working operations were completed on April 19, 1951. El Paso Natural Gas Company's Shell-Black #2 Well was re-completed as a gas well in the basal Yates and upper Seven Rivers formations for 930 MCFPD absolute open flow. On September 22, 1952 the shut-in pressure was 961 lbs. gauge and 1370 MCFPD absolute open flow. On May 1, 1953 the shut-in pressure was 851 lbs. and 1350 MCFPD absolute open flow.

Concerning the exception to Rule No. 2 we wish to state the following:

- ✓ 1. The unorthodox location was occasioned by the re-completion of the well previously drilled to another horizon.

2. All operators within a 1980 feet radius of the subject well have been furnished a copy of this application.

With regard to the exception to Rule No. 5(a), we wish to state the following:

1. That the proposed non-standard gas proration unit of 120 acres consisting of the W/2 SE/4, SE/4 SW/4 of Section 21, Township 24 South, Range 37 East, is comprised of contiguous quarter-quarter sections.

2. That the proposed non-standard gas proration unit lies wholly within a single governmental section.

3. That the entire proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.

4. That the length or width of the proposed non-standard gas proration unit does not exceed 5280 feet.

5. That the entire proposed non-standard gas proration unit lies within the horizontal limits of the Jalmat Gas Pool.

6. That by copy of this letter of application all the other operators owning an interest in the section in which the proposed non-standard gas proration unit is situated and all operators owning an interest within 1500 feet of the well have been notified by registered mail of this application.

A plat showing the acreage to be dedicated to the proposed non-standard gas proration unit, the location of the proposed well, and the offset ownership is attached hereto.

El Paso Natural Gas Company wishes to advise the Commission that it is our intention to use said well as the unit well.

In view of the existence of the facts herein stated and compliance with the provisions of Rules 3 and 5(b) of the Oil Conservation Commission's Order No. R-520, El Paso Natural Gas Company requests that the Secretary of the Commission approve the above described proposed non-standard gas proration unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

By

R. L. Hamblin

R. L. Hamblin

Manager

Lease Department

RLH:JJB:bjg
Encls.

The State of Texas

County of El Paso

On this 15th day of April, 1955, before me personally appeared R. L. HAMBLIN, to me known to be the person who executed the foregoing letter and states that the foregoing statements are true to the best of his knowledge and belief.

In witness whereof, I have hereunto set my hand and seal on this day and year first above written.

My Commission expires:

Bernard S. Billingsley

Notary Public, in and for El Paso County, Texas

~~My commission expires June 1, 1955~~

Registered Mail

cc: The Texas Company
P. O. Box 1720
Fort Worth, Texas

Stanolind Oil and Gas Co.
P. O. Box 1410
Fort Worth, Texas

Skelly Oil Company
1650 Skelly Building
Tulsa 12, Oklahoma

Shell Oil Company
P. O. Box 1509
Midland, Texas

Plains Production Company
1110 Tower Petroleum Building
Dallas, Texas

Schermerhorn Oil Company
714 First National Building
Tulsa, Oklahoma

Bernard S. Billingsley
Notary Public in and for the State
of Texas, County of El Paso.

Gulf Oil Corporation
P. O. Box 1290
Fort Worth, Texas

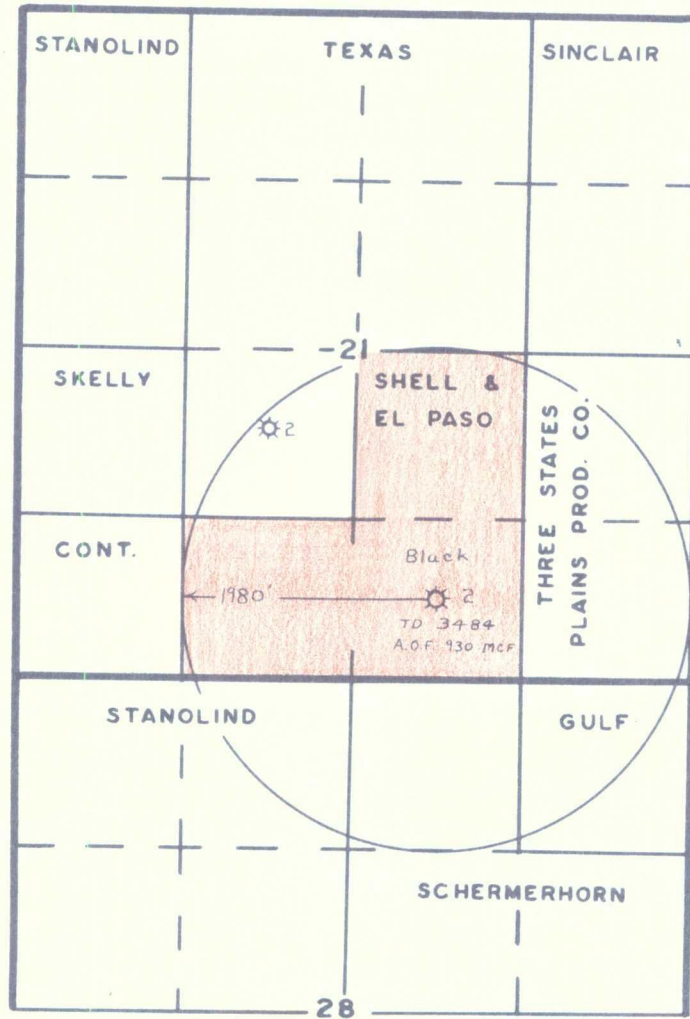
New Mexico Oil Conservation Commission (3)
P. O. Box 871
Santa Fe, New Mexico

Continental Oil Company
1710 Fair Building
Fort Worth, Texas

Sinclair Oil and Gas Company
Sinclair Oil Building
Tulsa, Oklahoma

Three States Natural Gas Company
Corrigan Tower
Dallas, Texas

R 37 E



April 18, 1955

The Atlantic Refining Company
P. O. Box 2819
Dallas 1, Texas

Re: Application of El Paso Natural
Gas Company for approval of a
Non-Standard Gas Proration Unit.
El Paso Natural Gas Company's
Shell-Black #2 Well, W/2 SE/4,
SE/4 SW/4 of Section 21, Township
24 South, Range 37 East, N.M.P.M.
Jalmat Gas Pool, Lea County, New
Mexico.

Gentlemen:

On April 15, 1955, El Paso Natural Gas Company applied for approval of a Non-Standard Gas Proration Unit covering the W/2 SE/4, SE/4 SW/4 of Section 21, Township 24 South, Range 37 East, N.M.P.M., Lea County, New Mexico. The El Paso Natural Gas Company's Shell-Black #2 Well is located upon this acreage.

Since we mailed said application for a Non-Standard Gas Proration Unit, we learned that your company might have an interest in the SW/4 SW/4 of Section 21, Township 24 South, Range 37 East. In compliance with the New Mexico Oil and Gas Conservation Commission's Order No. R-520, we are furnishing you by registered mail with a copy of said application.

Very truly yours,



J. J. Bowden
Area Landman
Lease Department

JJB:bjg
Encl.

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

April 18, 1955

The Atlantic Refining Company
P. O. Box 2819
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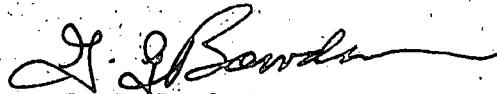
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J. J. Bowden
Area Landman
Lease Department

JJB:bjg
Encl.

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

MAIN OFFICE DEC

APR 18 1955

April 18, 1955

Standard Oil Company of Texas
P. O. Box 1249
Houston 1, Texas

Re: Application of El Paso Natural
Gas Company for approval of a
Non-Standard Gas Proration Unit.
El Paso Natural Gas Company's
Shell-Black #2 Well, W/2 SE/4,
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J. J. Bowden
Area Landman
Lease Department

JJB:bjs

Encl.

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

MAIN OFFICE OCC

1955 APR 15 PM 11:17

April 18, 1955

Standard Oil Company of Texas
P. O. Box 1249
Houston 1, Texas

Re: Application of El Paso Natural
Gas Company for approval of a
Non-Standard Gas Proration Unit.
El Paso Natural Gas Company's
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SE/4 SW/4 of Section 21, Township
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J. J. Bowden
Area Landman
Lease Department

JJB:bjs
Encl.

cc: New Mexico Oil Conservation Commission
P. O. Box 971
Santa Fe, New Mexico

NSA-140

July 12, 1955

Mr. F. J. Danglade
Box 675
Lovington, New Mexico

Re: Alexander Communitization
Sec. 7-218-37E
Lea County

Dear Sir:

We are enclosing three copies of the above designated
Communitization, which was approved by the Commissioner of
Public Lands July 12, 1955.

Please remit filing fee in the amount of five dollars
(\$5.00) at your earliest convenience.

Very truly yours,

E. S. WALKER
Commissioner of Public Lands

Encl.
cc: OCC-Santa Fe
MMR:m

C
O
P
Y

500
MAIN OFFICE OCC

1955 JUL 13 AM 10:24

NSA 140

July 12, 1955

Mr. F. J. Danglade
Box 675
Lovington, New Mexico

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Sec. 7-218-37E
Lea County

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Commissioner of Public Lands

Encl.
cc: OCC-Santa Fe
MMR:m

C
O
P
Y

STATE OFFICE 903

8 JULY 1955

1:57 L 11 M 21 65

RE: COMMUNITIZATION AGREEMENT
Lot 2; SEMNW 1/4 & E 1/4 SE 1/4
Section 7, Twp. 21S, Rge. 37E.
Lea County, New Mexico
Alexander Unit
State Lease B-2527--7

State Land Office
Santa Fe, New Mexico

Attention: Mr. William O. Jordan

Dear Oscar:

In reply to your letter of 24 June 1955, I hand you herewith
Communitization Agreement in quadruplicate for the approval of
the Commissioner. Please note that said Agreement has been
executed by all other necessary parties.

This agreement will pool the sub-division SE 1/4 SW 1/4 Sec. 7-21S-37E
under the above numbered State Lease.

Under Administrative Order No. NSP-146 dated 12 June 1955, this
pooling arrangement has been approved by the New Mexico Oil Con-
servation Commission with an assigned allowable based upon the
unit size of 157 acres.

Under this arrangement we calculate that the royalty interest of
the State of New Mexico will be 1/8 of 40/157 or 3.184713% of
total production.

It is our understanding that the unit allowable based on 157 acres
began with July 1, 1955 runs.

It will be very greatly appreciated if you will cause all of these
instruments to be executed by the Commissioner, three of which
should be returned to me.

Yours very truly,

THE ORIGINAL OF THIS
LETTER WAS SIGNED BY
F. J. DANGLADE.

FJD:fh

cc: Peerless Oil & Gas Co.
J. Hiram Moore
Amerada Petroleum Corp.
N.Mex. Oil Conservation Comm. ✓
Santa Fe
N.Mex. Oil Conservation Comm.
Hobbs
El Paso Natural Gas Co.

MAIN OFFICE OCC

8 JULY 1955

1955 JUL 11 AM 8:45

RE: COMMUNITIZATION AGREEMENT
Lot 2; SE1/4 NW1/4 & E1/4 SE1/4
Section 7, Twp. 21S, Rge. 37E.
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F. J. DANGLADE.

FJD:fh

cc: Peerless Oil & Gas Co.
J. Miran Moore
Amerada Petroleum Corp.
N.Mex. Oil Conservation Comm. ✓
Santa Fe
N.Mex. Oil Conservation Comm.
Hobbs
El Paso Natural Gas Co.