11.7530 . 44 11.53

W. K. DAVIS VICE-PRESIDENT IN CHARGE OF

MANN CAPTION TOO Western Natural Gas Company NSP-2//
1006 MAIN STREET

HOUSE OF ERATIONS

Touston 2, Texas

December 8, 1955

How Mark Caption Company NSP-2//

How Mark Caption

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

Attention: Mr. Warren Mankin

Gentlemen:

With reference to our application dated November 3, 1955 for a 160 acre non-standard gas proration unit in the Southeast 1/4 of Section 12, Township 24S, Range 36E, Lea County, New Mexico, for our Toby #1 casing completion, we submit herewith a revised Paragraph 1 to be substituted in this application:

> Our Toby #1 well was originally completed on February 19, 1937 as an oil well. 7" casing is set at 3256. A formation packer is set at 3429' which effectively separates the Jalmat gas sand in the Upper Seven Rivers from the Langlie Mattix oil sand in the Lower Seven Rivers-Queen. The top of the Queen is at 3575'. This allows gas from the Jalmat Pool (Upper Seven Rivers) to be produced through the casing. We propose to request permission to complete this well as a dual completion. A packer test on November 1, 1955 showed that this packer effectively separates these two zones. This packer test was witnessed by Mr. Reider and Mr. Armstrong with the Commission.

We respectively request that this corrected Paragraph be incorporated in our application for this non-standard unit.

Copies of this letter are being forwarded to Continental Oil Company, Skelly Oil Company, and King, Warren, and Dye in order to complete their records.

Yours very truly,

Paul C. Hright

PCW:mn

cc :R.H. McKoy Continental Oil Company Skelly Oil Company King, Warren, and Dye



CONTINENTAL OIL COMPANY

FAIR BUILDING
FORT WORTH 2, TEXAS
November 28, 1955

S. V. McCollum Assistant Regional Manager of Production Southwestern Region

> New Mexico Oil Conservation Commission Box 871 Sante Fe, New Mexico

Attention: Mr. W. B. Macey, Secretary-Director

Talked to land Nation
West Nation
Wright of the will
on 196/0 & request
immediately Dual
an administrative Dual
Correspondence VIII
bellup De order
in grandled.

Re: Application of Western Natural Gas Company for approval of a non-standard gas proration unit, Jalmat Gas Pool, Lea County, New Mexico

Gentlemen:

We have received a copy of the application of Western Natural Gas Company for approval of a non-standard gas proration unit for their Toby No. 1 in the Jalmat Gas Pool. We understand that the well is located 660' from the South and East lines of Section 12, T-24-S, R-36-E, Lea County, New Mexico, and that the applicant proposes to allocate the SW/4 of said section to the well.

We further understand that the production string of pipe was set in or above the Yates formation and that tubing was set with a formation packer in such a manner that oil and gas are produced below the packer through the tubing. According to the application, Western desires to shut in the tubing

Mr. W. B. Macey Page 2

and produce Jalmat gas from the formations open to the casing above the packer.

It would appear from the application that the well is a dual completion and the operator is exercising an option as to which formation will be produced. It would appear, however, that the tubing can be opened at the discretion of the operator and thus produce from both zones simultaneously.

The information available to us does not indicate the approval by the Commission of a dual completion for this well. It is the position of our company that such approval should be secured prior to the granting of an allowable from another common source of supply when there has been no change in the mechanical condition of the well and so long as the mechanical condition of the well permits the production from both zones.

Continental Oil Company, therefore, respectfully requests that a gas allowable for this well be suspended until a dual completion of the well is granted by the Commission, or, in the alternative, that this application be set for hearing.

Yours very truly,

Vm: Colle

SVMc-SL

Carbon copies to:

0/2 New Mexico Oil Conservation Commission

Western Natural Gas Company 1006 Main Street Houston 2, Texas

FIAIN OFFICE GOD Western Natural Gas Company 1835 //SV 177 AM 8:25

1006 MAIN STREET

Houston 2. Texas

W. K. DAVIS VICE-PRESIDENT IN CHARGE OF **OPERATIONS**

November 3, 1955

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

Gentlemen:

We herewith make application in triplicate for administrative approval of a non-standard gas proration unit of 160 acres consisting of the Southeast 1/4 of Section 12, Township 24S, Range 36E, Lea County, New Mexico. This unit is to be assigned to our Toby No. 1 casing completion in the Jalmat Pool, located 660' from the South Line and 660' from the East Line of Section 12, Township 245, Range 36E. We attach herewith three copies of the plat of this unit showing the acreage involved, the location of the well, and the offset ownership.

We wish to make the following statements in compliance with Order No. R-520:

- Our Toby #1 well was originally completed on February 19, 1937 as an oil well. Seven inch casing is set at 3256'. A formation packer is set at 3429' which effectively separates the Yator Cas Sand from the Oil Sand. This allows the Yates Gas to be produced through the casing. We propose to produce the casing side as a gas well and shut in the tubing side. A packer test on November 1, 1955 showed that this packer effectively separates these two zones. This packer test was witnessed by Mr. Reider and Mr. Armstrong with the Commission.
- The casing side of this well is completed within the vertical limits and horizontal limits of the Jalmat Pool.
- 3. The location falls within the limits prescribed for a 160 acre unit by Rule 5 (a), Order No. R-520.
- The unit consists of continuous and contiguous acreage.
- The unit lies wholly within a governmental section.
- In my opinion, the unit is reasonably productive of gas.
- The unit does not exceed 5280' along its length or width.

NSP-211
Bue 12/10/35

8. By copy of this letter and plat, we have notified the following offset owners by registered U.S. Mail (return receipt requested): King, Warren, and Dye Continental Oil Company Box 1505 Box 427 Midland, Texas Hobbs, New Mexico Stanolind Oil and Gas Company R. Olsen Oil Company Drawer Z Box 899 Jal, New Mexico Roswell, New Mexico Skelly Oil Company Haynes & V.T. 1725 N. Grant Box 38 Odessa, Texas. Hobbs, New Mexico 9. In my opinion, this well will produce the allowable normally assigned to a 160 acre gas proration unit. cc :K.P. Moore R.H. McKoy Continental Oil Company Stanolind Oil and Gas Company Skelly Oil Company King, Warren, and Dye R. Olsen Oil Company Haynes & V.T. I hereby certify that the statements made A this application are true and correct to the best of my knowledge and belief. Chief Engineer SUBSCRIBED AND SWORN TO BEFORE ME THE 800 DAY OF 7 (SEAL) (County, Texas MARY NICHOLS Notary Public in and for Harris County, Texas

PCW:mn

			DAT	November 4, 1955	
	WESTERN NATURAL G	Toby		1	
	LE/		SE	WELL NO.	
	FORMATIONYates	POOLJalma	ACRES DED	ICATED	
		Single	ALLE COMPLETE	- WELLO WITHIN	
	TYPE OF COMPLETION OTHER DUALLY COMPLETED WELLS WITHIN				
	THE DEDICATED ACRE	EAGE None			
		RANGE3	6E	37E	_
	(2)			West. Nat. 6	
		Western Natur	al Gas	Gas	
		.2		•3	
		0			
			*1	#1	
		Curry et	al	J. Camp	
		Cont. Western Na	t. Gas. Cont.	Stanolind	
		PE ATE	III BIII	*	
		1 981	(50)3	1 5	
		N2h.	150	1 (160)	
		1 * 2 Coop	*1 *1		
		U.S. Coop	U.S.	.6 U.S.	
FOWNSHIP	<u> </u>	Vaughn 12	Vaughn stern Nat. Gas	Meyer 7 King, Warren & Dye	TOWNSHIP
245		Skelly We		al arren & Dye	240
		Carlos	•3 •2	(80)	
		(100)			
		*3	1 660	Skelly	
				*1	
		The same of the sa	o. W. Toby	S.E. Toby	
		R. Olsen et al W	estern Nat. Gas	Western Nat. Gas	
		1 + 11	* *1	*2	
		/ (UD)	(16,2	160)	
			Haynes	Haynes &	
		*1	& V.T.	V.T. 1	
	(7)	U.S.	Toby	Toby C.T. Bates	
	19	Pritchard (13)	\cap	37E	
		RANGE 36E	An. D	7 A	
	I HEREBY CERTIFY TH		NAME (Claire	Thoring on	
	GIVEN ABOVE IS TRUE AND COMPLETE TO		POSITION Chief Engineer REPRESENTING Western Natural Gas Co.		
	THE BEST OF MY KNOWLEDGE .		REPRESENTING Webbell Houston Texas		