



TENNECO OIL COMPANY • P. O. BOX 1031 • 1800 WILCO BUILDING • MIDLAND, TEXAS

January 8, 1963

State of New Mexico
New Mexico Oil Conservation Commission
State Land Office Building
Santa Fe, New Mexico

Attention: Mr. Dan Nutter

Gentlemen:

Pursuant to the undersigned's telephone conversation with Mr. Nutter on January 7, 1963, there are enclosed the following:

1. The original and two (2) copies of Tenneco's application dated January 8, 1963, for an exception to Rule 2(a) of Commission Order No. R-2397 and for an Order permitting a Nonstandard Gas Unit comprising the West One-half of the Northwest Quarter (W/2 NW/4) of Section 22, Township 24 South, Range 32 East, N.M.P.M., Lea County, New Mexico.
2. Tenneco Oil Company's check No. 2954, dated January 8, 1963, drawn on The First National Bank of Midland, Texas, and payable to your order in the amount of Four Dollars and Fifty Cents (\$4.50).

It is respectfully requested that you give this matter your earliest possible attention so that Tenneco may complete the formation of the requested Unit prior to January 18, 1963. Copies of Order No. R-2397 and the requested Order must be filed with the United States Geological Survey on or before such date.

Would you kindly furnish Tenneco with certified copies of Order No. R-2397 and the requested order. The enclosed check is in payment for such orders.

RECEIVED
JAN 10 1963
AM 9:59
#

TENNECO OIL COMPANY

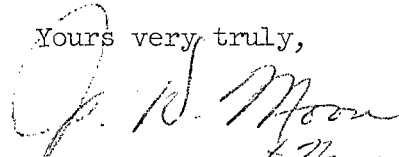
State of New Mexico
New Mexico Oil Conservation Commission - 2 -

January 8, 1963

If you have any questions concerning this matter or need anything further, please call the undersigned collect at MUTual 3-4621, Midland, Texas.

Your cooperation and assistance in this matter is most sincerely appreciated.

Yours very truly,



J. D. MOON, (Hancay)

Division Attorney,
Southwestern Division

JDM:nlk

Encl:

NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico

APPLICATION OF TENNECO OIL COMPANY
FOR A NONSTANDARD GAS UNIT IN THE
DOUBLE-X DELAWARE POOL, LEA COUNTY,
NEW MEXICO

January 8, 1963

4/11/9:59

To: New Mexico Oil Conservation Commission
Santa Fe, New Mexico

COMES now the undersigned, Tenneco Oil Company, and hereby makes application for Order authorizing a Nonstandard Gas Unit in accordance with, and pursuant to, Special Rule 2(b) of New Mexico Oil Conservation Commission Order No. R-2397, Case No. 2720.

In support of said application, said Tenneco Oil Company alleges and states that:

1. The area for which the requested Nonstandard Gas Unit is to cover comprises the following-described lands situated in Lea County, New Mexico, to-wit:

Township 24 South, Range 32 East, N.M.P.M.

Section 22: W/2 NW/4

Containing eighty (80) acres, more or less;

which area is included within the area governed by said Order No. R-2397.

2. The requested Nonstandard Gas Unit consists of two (2) contiguous quarter-quarter sections as more particularly shown on the plat or map which is attached hereto, marked Exhibit "A" and made a part hereof.

3. The requested Nonstandard Gas Unit consists of not more than one hundred sixty-two (162) acres and lies wholly within a single governmental quarter section as more particularly shown on Exhibit "A".

4. The entire requested Nonstandard Gas Unit may reasonably be presumed to be productive of gas from the Double-X Delaware Pool as more particularly indicated by the "Isopach - Net Gas Pay" plat which is attached hereto marked Exhibit "B" and made a part hereof.

5. All offset operators and all operators owning interests in the quarter section in which the requested Nonstandard Gas Unit is situated have consented in writing to the said Nonstandard Gas Unit. Such waivers are attached hereto as Exhibits "C", "D" and "E" and made a part hereof. The acreage in which such operators own an interest is not included in the requested Nonstandard Gas Unit.

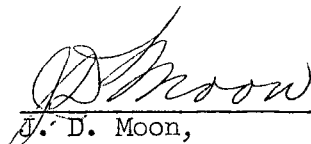
WHEREFORE, the undersigned, Tenneco Oil Company, respectfully requests and prays for the following:

1. That the Secretary-Director grant an exception to the requirements of Rule 2(a) of Order No. R-2397 without notice and hearing and enter an Order authorizing a Nonstandard Gas Unit comprising the West One-half of the Northwest Quarter (W/2 NW/4) of Section 22, Township 24 South, Range 32 East, N.M.P.M., Lea County, New Mexico, for the production of dry gas and associated liquid hydrocarbons from the Double-X Delaware Pool underlying said land in accordance with said Order No. R-2397.
2. That an allowable be assigned to said Nonstandard Gas Unit as provided in Rule 2(d) of said Order No. R-2397.
3. Such other relief or order as may be deemed to be appropriate.

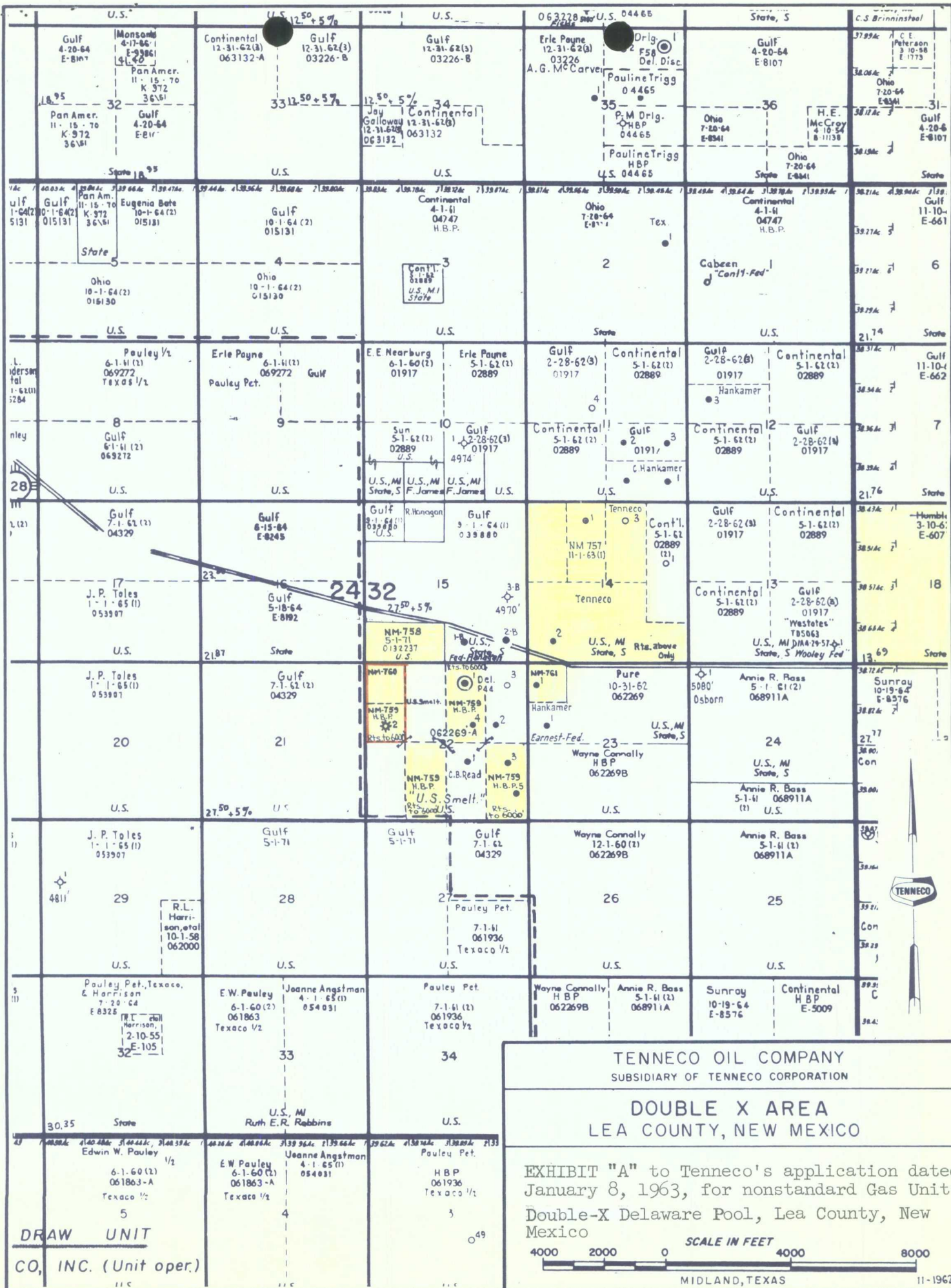
Respectfully submitted,

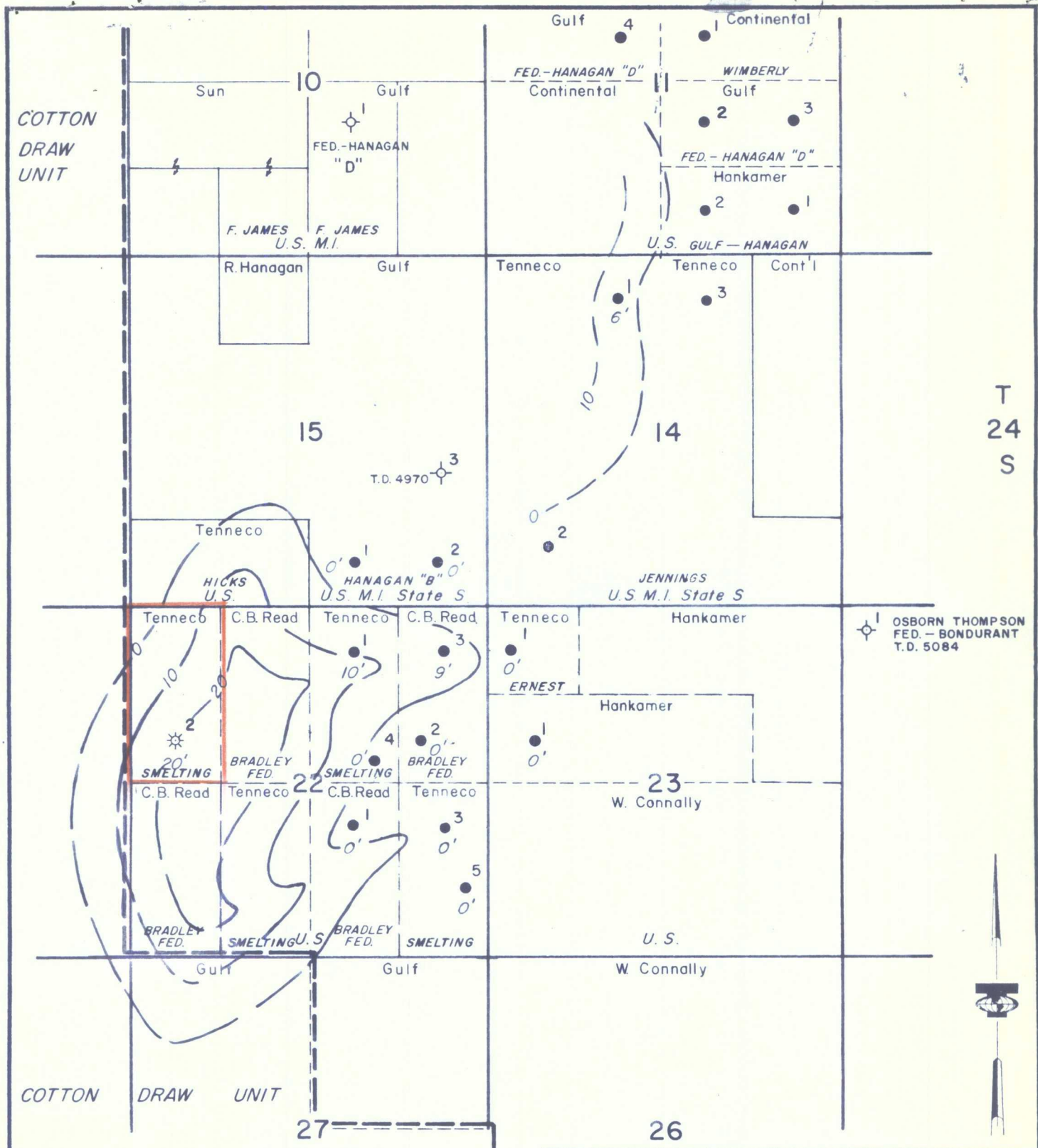
TENNECO OIL COMPANY

By:



J. D. Moon,
Division Attorney,
Southwestern Division





R-32-E

Exhibit "B" to Tenneco's Application dated January 8, 1963, for nonstandard Gas Unit, Double-X Delaware Pool, Lea County, New Mexico

TENNECO OIL COMPANY
SUBSIDIARY OF TENNECO CORPORATION

DOUBLE X DELAWARE POOL
LEA COUNTY, NEW MEXICO

ISOPACH — NET GAS PAY

C. I. — 10'

2000 1000 0 SCALE IN FEET 2000 4000

HOBBS, NEW MEXICO

R. E. C.

CHARLES B. READ

OIL PROPERTIES
P. O. BOX 1822
ROSWELL, NEW MEXICO

January 7, 1963

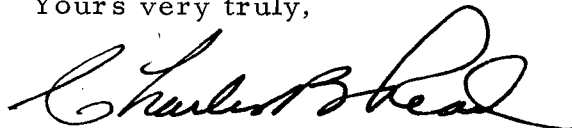
Mr. T. J. Hussion
Tenneco Oil Company
P. O. Box 1031
Midland, Texas

Dear Mr. Hussion:

Reference is made to your letter of December 27, informing us of your intention to form an 80 acre non-standard gas proration unit, in accordance with spacing orders recently approved by the New Mexico Oil Conservation Commission, surrounding the Tenneco U. S. Smelting USA No. 2 gas well, located in the SW/4NW/4 of Section 22, T-24-S, R-32-E, Lea County, New Mexico. This proration unit would cover the W/2 NW/4 of said Section 22.

This is to inform you that we do not oppose the proposed 80 acre non-standard gas proration unit above described.

Yours very truly,



CHARLES B. READ

CBR:cs

Exhibit "C" to Tenneco's application dated
January 8, 1963, for nonstandard Gas Unit,
Double-X Delaware Pool, Lea County, New Mexico

Gulf Oil Corporation

ROSWELL PRODUCTION DISTRICT

W. B. Hopkins
DISTRICT MANAGER
F. O. Mortlock
DISTRICT EXPLORATION
MANAGER
M. I. Taylor
DISTRICT PRODUCTION
MANAGER
H. C. Vivian
DISTRICT SERVICES MANAGER

January 2, 1963

P. O. Drawer 1938
Roswell, New Mexico

Tenneco Oil Company
Post Office Box 1031
Midland, Texas

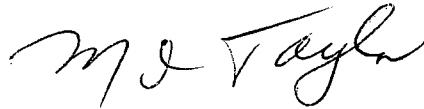
Attention: Mr. T. J. Hussion

Gentlemen:

Reference is made to the letter of December 27, 1962 advising that Tenneco desires to form an 80-acre Non-Standard Gas Proration Unit in the Double X-Delaware Pool, Lea County, New Mexico. It is our understanding that this 80-acre Non-Standard Unit will cover the W/2 NW/4 Section 22, Township 24 South, Range 32 East, and is to be attributed to Tenneco's U. S. Smelting USA No. 2 located in the SW/4 NW/4 of said Section 22.

Please be advised that Gulf Oil Corporation has no objections to the forming of the above described Non-Standard Unit.

Yours very truly,



M. I. Taylor

JHH:ers

Exhibit "D" to Tenneco's application dated January 8, 1963, for nonstandard Gas Unit, Double-X Delaware Pool, Lea County, New Mexico



UNITED STATES SMELTING REFINING AND MINING COMPANY

OIL OPERATIONS
P. O. BOX 1877
MIDLAND, TEXAS

January 2, 1963

Re: LP NM 628
Spacing Order
Double X Delaware Field
Lea County, New Mexico

Your Re: NM-759, USA LC-062269-A
NM-760, USA LC-062269-C

Tenneco Oil Company
P. O. Box 1031
Midland, Texas

Attention: Mr. T. J. Hussion, Landman

Gentlemen:

This is with reference to your letter of December 27 informing us of your intention to form an 80 acre non-standard gas proration unit, in accordance with spacing orders recently approved by the New Mexico Oil Conservation Commission, surrounding the Tenneco U. S. Smelting USA No. 2 gas well, located in the SW/4 NW/4 of Section 22, T-24-S, R-32-E, Lea County, New Mexico. This proration unit would cover the W/2 NW/4 of said Section 22.

This is to inform you that we do not oppose the proposed 80 acre non-standard gas proration unit above described.

Yours very truly,



H. M. Head
Land Manager

HMH:lg

cc: Mr. Charles B. Read
P. O. Box 1822
Roswell, New Mexico

Exhibit "E" to Tenneco's application dated
January 8, 1963, for nonstandard Gas Unit,
Double-X Delaware Pool, Lea County, New Mexico

Gulf Oil Corporation
Attn: Mr. Frank E. Curtis, Jr.
P. O. Box 1938
Roswell, New Mexico

Read
1-3-63