

MAIN OFFICE 000

BEFORE THE OIL CONSERVATION COMMISSION

FILED 17 IN 10F THE STATE OF NEW MEXICO

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IN THE MATTER OF THE APPLICATION OF)
CONGRESS OIL COMPANY FOR AN ORDER)
GRANTING APPROVAL OF AN EXCEPTION TO)
RULE 6(A) OF THE SPECIAL RULES AND)
REGULATIONS FOR THE FULCHER KUTZ-)
PICTURED CLIFFS GAS POOL IN ESTAB-)
LISHMENT OF A NON-STANDARD GAS)
PRORATION UNIT OF 164.12 CONTIGUOUS)
ACRES CONSISTING OF THE SW $\frac{1}{4}$ OF)
SECTION 18, TOWNSHIP 28 NORTH,)
RANGE 10 WEST, N.M.P.M., SAN JUAN.)
COUNTY, NEW MEXICO.)

CASE NO. _____

NWU-163
Due 3/16/56

APPLICATION

Congress Oil Company (herein referred to as "Applicant"), a Colorado corporation with its principal place of business in the Burt Building, Dallas 1, Texas, hereby makes application to the Secretary of the Commission for an order granting approval of an exception to Rule 6(A) of the Special Rules and Regulations for the Fulcher Kutz-Pictured Cliffs Gas Pool, promulgated by the Commission in its Order No. R-565, as amended, in establishment of the non-standard gas proration unit described hereinbelow; and in support of such application Applicant respectfully states and shows the following:

(1) The non-standard gas proration unit for which approval is sought herein consists of 164.12 contiguous surface acres substantially in the form of a rectangle, and consists of the SW $\frac{1}{4}$ of Section 18, Township 28 North, Range 10 West, N.M.P.M., San Juan County, New Mexico.

(2) The non-standard size of the tract is due to a variation in legal subdivision of the U. S. Public Lands Surveys.

(3) The well for which it is requested that the above described acreage be the gas proration unit is the Congress-Lachman #3, which well is located 990 feet north of the south line and 990 feet east of the west line of the aforesaid Section 18.

(4) In the opinion of Applicant, the entire non-standard gas proration unit proposed herein may reasonably be presumed to be productive of gas from the Pictured Cliffs Formation.

(5) So far as is known to Applicant, the only operators other than Applicant owning an interest in any of the acreage offsetting the proposed unit are as follows:

Angels Peak Oil Company
Burt Building
Dallas 1, Texas

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Aztec Oil & Gas Company
920 Mercantile Securities Building
Dallas 1, Texas

Kutz Canon Oil & Gas Company
U. S. National Bank Building
Denver 2, Colorado

Attached hereto is the written consent of Angels Peak Oil Company to formation of the non-standard gas proration unit herein proposed. Also attached hereto are true and complete copies of letters mailed today under registered cover to each of the other offset operators mentioned above.

WHEREFORE, premises considered, Applicant prays that the Secretary of the Commission, if no protest is received from any offset operator within 30 days after the date hereof, issue his order granting approval of the non-standard gas proration unit herein proposed.

Respectfully submitted,

CONGRESS OIL COMPANY

By J. C. Reid
Vice President

STATE OF TEXAS)
COUNTY OF DALLAS)

J. C. Reid, being first duly sworn, hereby states that he is Vice President of Congress Oil Company, the Applicant in the foregoing application; that as such officer he has executed said application on behalf of Congress Oil Company; that he has read said application and, to the best of his knowledge, information and belief, all statements of fact therein contained are true and correct.

J. C. Reid
J. C. Reid

SWORN TO AND SUBSCRIBED before me, the undersigned authority, this 15th day of February, 1956.

Ray Griffin
Notary Public in and for
Dallas County, Texas

ANGELS PEAK OIL COMPANY
CONGRESS OIL COMPANY
SUMMIT OIL COMPANY

BURT BUILDING
DALLAS 1, TEXAS

February 15, 1956

Congress Oil Company
Burt Building
Dallas 1, Texas

Gentlemen:

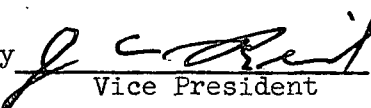
This is to advise you that we have no objection to establishment by the Secretary of the New Mexico Oil Conservation Commission, upon application of your Company, of a non-standard gas proration unit of 164.12 acres, consisting of the SW $\frac{1}{4}$ of Section 18, Township 28 North, Range 10 West, N.M.P.M., San Juan County, New Mexico.

Very truly yours,

ANGELS PEAK OIL COMPANY

JCR:FG

By


Vice President

ANGELS PEAK OIL COMPANY
CONGRESS OIL COMPANY
SUMMIT OIL COMPANY

Burt Building
Dallas 1, Texas

February 15, 1956

Aztec Oil & Gas Company
920 Mercantile Securities Building
Dallas, Texas

Gentlemen:

Enclosed herewith is a copy of the application being mailed today by Congress Oil Company for filing with the New Mexico Oil Conservation Commission, requesting an order of the Secretary of the Commission granting approval of establishment of a non-standard gas proration unit of 164.12 acres, consisting of the SW $\frac{1}{4}$ of Section 18, Township 28 North, Range 10 West, N.M.P.M., San Juan County, New Mexico. We give you this advice since, according to our records, you own an oil and gas leasehold interest in certain acreage offsetting the unit proposed.

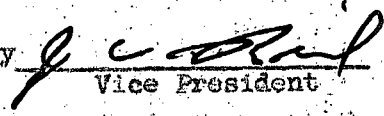
If you have no objection to establishment of the non-standard unit referred to above, we will appreciate your promptly so advising us by return mail. If, on the other hand, you wish to object to such unit, you should give written notice to that effect to the Secretary of the Commission, with a copy also sent to us, within 30 days after the date of this letter.

Very truly yours,

CONGRESS OIL COMPANY

JCR:FG
Encl.

By


Vice President

Via Registered Mail

ANGELS PEAK OIL COMPANY
CONGRESS OIL COMPANY
SUMMIT OIL COMPANY

Burt Building
Dallas 1, Texas

February 15, 1956

Kutz Canon Oil & Gas Company
U. S. National Bank Building
Denver 2, Colorado

Gentlemen:


Enclosed herewith is a copy of the application being mailed today by Congress Oil Company for filing with the New Mexico Oil Conservation Commission, requesting an order of the Secretary of the Commission granting approval of establishment of a non-standard gas proration unit of 164.12 acres, consisting of the SW $\frac{1}{4}$ of Section 18, Township 28 North, Range 10 West, N.M.P.M., San Juan County, New Mexico. We give you this advice since, according to our records, you own an oil and gas leasehold interest in certain acreage offsetting the unit proposed.

If you have no objection to establishment of the non-standard unit referred to above, we will appreciate your promptly so advising us by return mail. If, on the other hand, you wish to object to such unit, you should give written notice to that effect to the Secretary of the Commission, with a copy also sent to us, within 30 days after the date of this letter.

Very truly yours,

CONGRESS OIL COMPANY

JCR:FG
Encl.

By 
Vice President

Via Registered Mail

ANGELS PEAK OIL COMPANY
CONGRESS OIL COMPANY
SUMMIT OIL COMPANY

BURT BUILDING
DALLAS 1, TEXAS

February 15, 1956

New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Attention: Mr. W. B. Macey, Secretary

Gentlemen:

In line with the suggestion made by Mr. Emery C. Arnold of your Staff in his letter to us of February 3, 1956, there are enclosed herewith three copies of an application of Congress Oil Company for establishment of a non-standard gas proration unit of 164.12 acres, consisting of the SW $\frac{1}{4}$ of Section 18, Township 28 North, Range 10 West, N.M.P.M., San Juan County, New Mexico. To each copy of the application there is attached the waiver of Angels Peak Oil Company, one of the offset operators, and a copy of the letters of notification being mailed today to Aztec Oil & Gas Company and Kutz Canon Oil & Gas Company, whom our records indicate to be all of the other offset operators involved.

Please let us know if you desire anything further from us in this regard.

Very truly yours,

CONGRESS OIL COMPANY

A. S. Greiner
A. S. Greiner, Attorney

ASG:FG
Encl.

cc: Mr. Emery C. Arnold
P. O. Box 697
Aztec, New Mexico

Mr. A. M. Wiederkehr