

make file

MAIN OFFICE *El Paso* Natural Gas Company
GCC

1957 NOV 21 PM 1:33

El Paso, Texas

NWU 232

due 12-21

November 4, 1957

Oil Conservation Commission
Of the State of New Mexico
Post Office Box 871
Santa Fe, New Mexico

Re: Application for Exception to Rule 6(A)
Revised of Order No. R-565-C for Non-
Standard Proration Unit, Fulcher-Kutz
Pictured Cliffs Gas Pool, San Juan County,
New Mexico

Gentlemen:

El Paso Natural Gas Company hereby submits its application for administrative approval of a non-standard proration unit consisting of the southwest quarter (SW/4) or (Lots 3 and 4, E/2 SW/4) of Section 31, Township 28 North, Range 10 West, San Juan County, New Mexico, and in support thereof states the following facts:

1. The Knauff #4 Well, located 1800' from the South line and 1635' from the West line of Section 31, T-28-N, R-10-W, was completed as a gas well from the Pictured Cliffs Formation on December 17, 1955.
2. That the proposed non-standard gas proration unit consists of 165.01 acres, which are contiguous quarter-quarter sections and lots.
3. That the proposed non-standard gas proration unit lies wholly within a single government section.
4. That the proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.
5. That by copy of this letter of application all operators owning interests (a) in the section in which any part of the non-standard proration unit is situated and which acreage is not included in said non-standard gas proration unit, and (b) in acreage offsetting the non-standard gas proration unit, are notified by registered mail of this proposed non-standard gas proration unit.


Therefore, El Paso Natural Gas Company requests that under the provision of

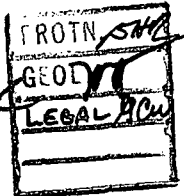
Rule 6(B) Revised of Order No. R-565-C, the Secretary of the Commission grant exception to Rule 6(A) without Notice and Hearing and approve the subject non-standard gas proration unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

By

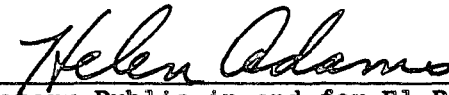

Sam Smith
Manager
Land Department



SS:BB:jr

SUBSCRIBED AND SWORN to before me by the said Sam Smith this 19th day of November, 19 57, to certify which witness my hand and seal of office.

My Commission expires:


Notary Public in and for El Paso County,
State of Texas

HELEN ADAMS
Notary Public in and for El Paso County, Texas
My Commission Expires June 1, 1959

A copy of the foregoing application for non-standard gas proration unit on the Knauff #4 Well was forwarded by registered mail, return receipt requested, to each of the following listed parties:

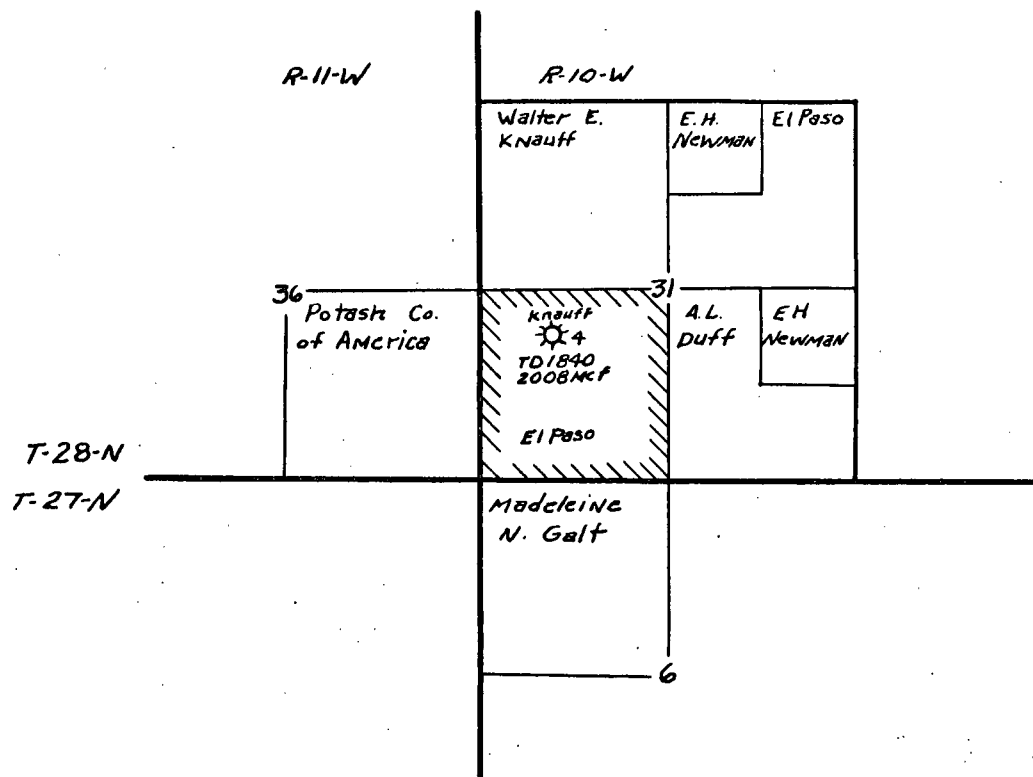
E. H. Newman
1107 Burt Building
Dallas, Texas

A. L. Duff
120 Morningside Drive
Albuquerque, New Mexico

Walter G. Knauff
Midland Savings Bank
Denver, Colorado

Madeleine N. Galt
Post Office Box 1046
Santa Fe, New Mexico

Potash Company of America
Post Office Box 31
Carlsbad, New Mexico



El Paso Natural Gas Co.

Scale 2" = 1 mile

Plot Accompanying Application for
165.01 Acre Non-Standard Gas Unit
Knauff #4

MAIN OFFICE *El Paso Natural Gas Company*

1957 NOV 21 PM 1:33

El Paso, Texas

November 4, 1957

Oil Conservation Commission
Of the State of New Mexico
Post Office Box 871
Santa Fe, New Mexico

Re: Application for Exception to Rule 6(A)
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Pictured Cliffs Gas Pool, San Juan County,
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2. That the proposed non-standard gas proration unit consists of 165.01 acres, which are contiguous quarter-quarter sections and lots.
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5. That by copy of this letter of application all operators owning interests (a) in the section in which any part of the non-standard proration unit is situated and which acreage is not included in said non-standard gas proration unit, and (b) in acreage offsetting the non-standard gas proration unit, are notified by registered mail of this proposed non-standard gas proration unit.

Therefore, El Paso Natural Gas Company requests that under the provision of

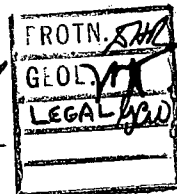
Rule 6(B) Revised of Order No. R-565-C, the Secretary of the Commission grant exception to Rule 6(A) without Notice and Hearing and approve the subject non-standard gas proration unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

By *Sam Smith*
Sam Smith

Manager
Land Department



SS:BB:jr

SUBSCRIBED AND SWORN to before me by the said Sam Smith this 19th day of November, 19 57, to certify which witness my hand and seal of office.

My Commission expires:

Helen Adams
Notary Public in and for El Paso County,
State of Texas

HELEN ADAMS
Notary Public in and for El Paso County, Texas
My Commission Expires June 1, 1959

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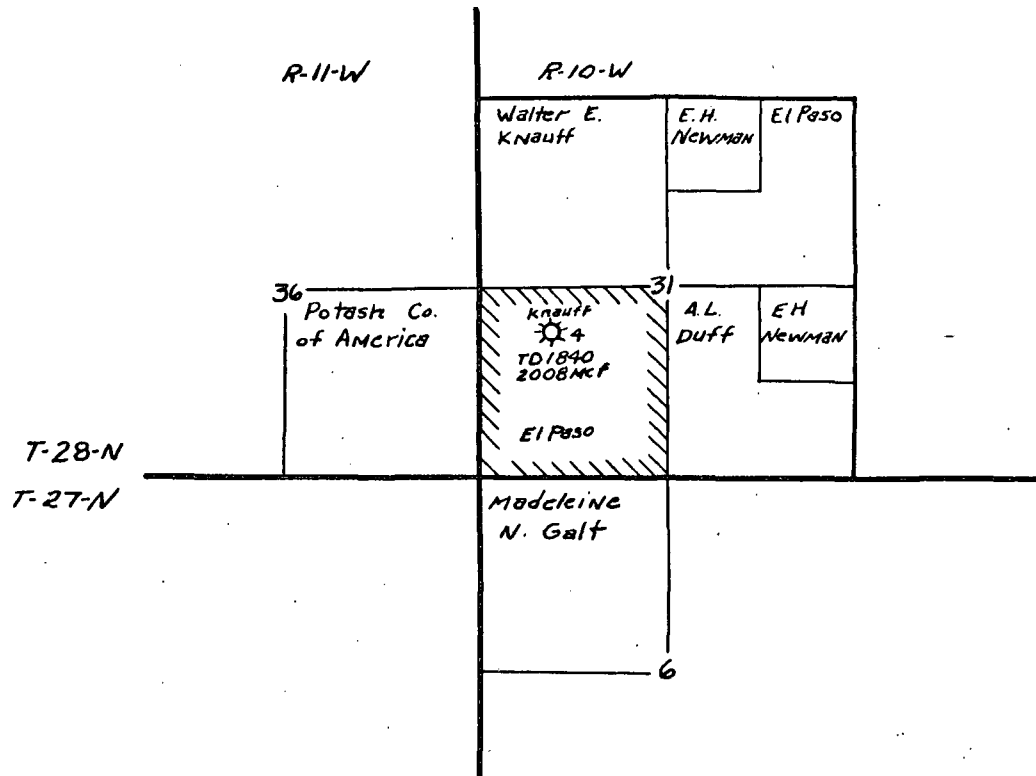
E. H. Newman
1107 Burt Building
Dallas, Texas

A. L. Duff
120 Morningside Drive
Albuquerque, New Mexico

Walter G. Knauff
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Post Office Box 31
Carlsbad, New Mexico

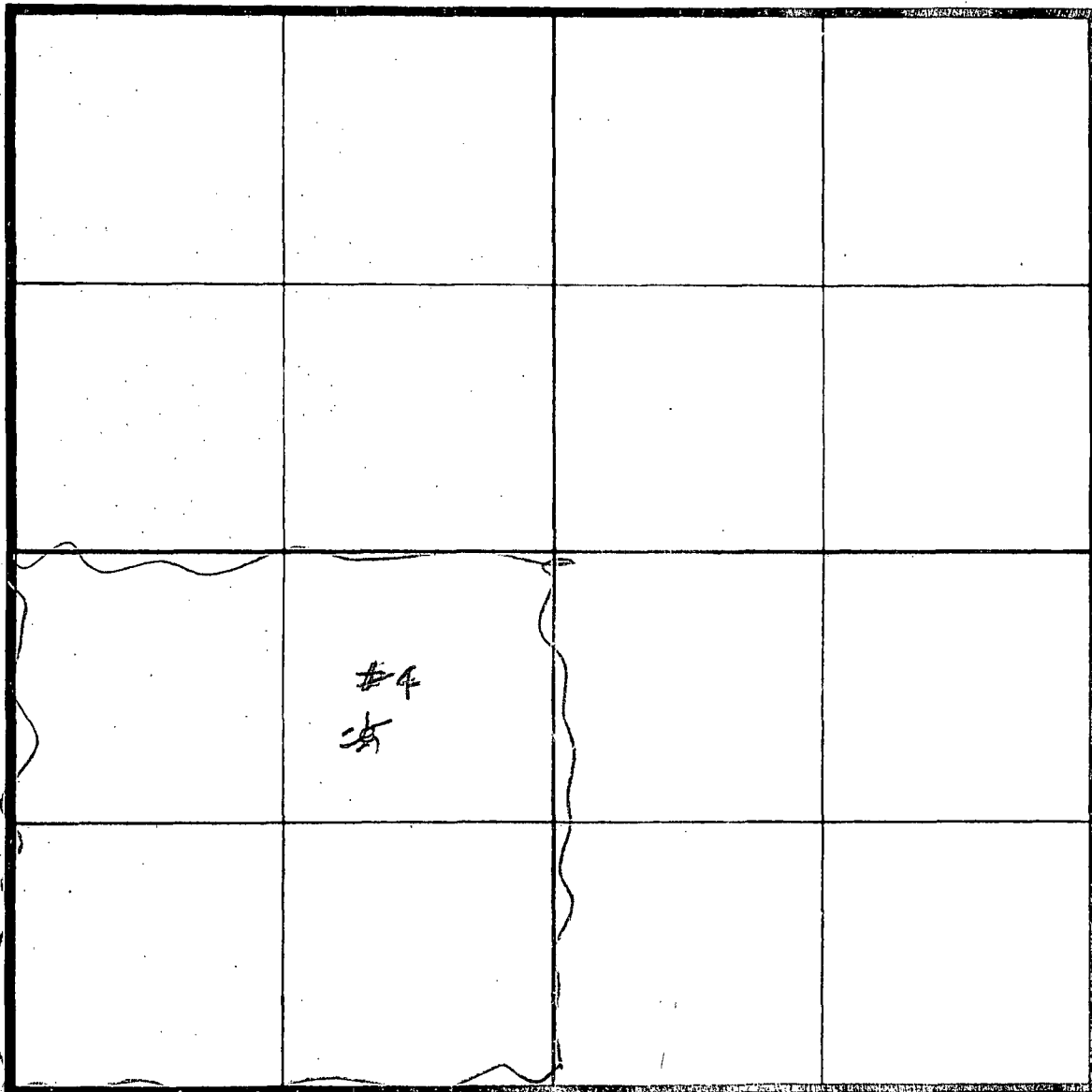


El Paso Natural Gas Co.

Scale 2" = 1 mile

Plot Accompanying Application for
165.01 Acre Non-standard Gas Unit
Knauft #4

Sec. 31 Township No. 28 N of Range No. 10 W



#7-6875

MAIN OFFICE

WALTER G. KNAUFF

CERTIFIED PUBLIC ACCOUNTANT

1011 BENEDUM-TREES BUILDING

PITTSBURGH, PA.

1285 Glencoe St.
Denver 20 Colo
November 27, 1957

NW 232

New Mexico Oil Conservation Commission,
PO Box 871,
Santa Fe, New Mexico.

Gentlemen: Please refer to my letter of November 23, 1957, in which I filed an objection to the Commission granting an exception to the spacing requirements on the SW $\frac{1}{4}$ of Section 31, Twp 28 N., Range 10 West, as requested by the El Paso Natural Gas in their application dated November 4, 1957. When El Paso sent me a copy of their application they did not include a letter of explanation, so of course I did not know what they had in mind.

This morning your attorney W. J. Cooley called me and explained that the application of El Paso was necessary because the SW $\frac{1}{4}$ of 31, 28, 10 contained 165.01 acres which was in excess of the 160 acre spacing requirements of a Pictured Cliff Gas Well.

Under the circumstances, I am hereby withdrawing my objection to El Paso application for a Non-Standard Protraction Unit.

I am also sending a copy of this letter to the El Paso Natural Gas Company.

Sorry to have caused so much trouble,

Very truly yours
Walter G. Knauff.

MAIN OFFICE OCC

AZTEC OIL & GAS COMPANY

920 MERCANTILE SECURITIES BUILDING

DALLAS 1, TEXAS

1957 DEC 3 AM 8:19
QUILMAN B. DAVIS
SECRETARY AND GENERAL ATTORNEY

December 3, 1957

NW 232

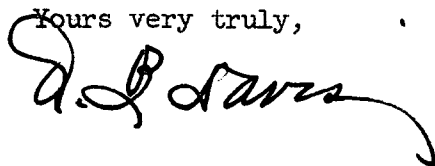
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Gentlemen:

The plat accompanying El Paso Natural Gas Company's application for a non-standard proration unit covering the SW $\frac{1}{4}$ (or Lots 3 and 4, E $\frac{1}{2}$ SW $\frac{1}{4}$) of Section 31, Township 28 North, Range 10 West, San Juan County, New Mexico, showed certain offset acreage to be held by E. H. Newman. Aztec is now the owner of such acreage.

Aztec Oil & Gas Company, as an offset operator, has no objection to the non-standard gas proration unit proposed in El Paso's application dated November 4, 1957.

Yours very truly,



QBD:NL

cc - El Paso Natural Gas Company

MAIN OFFICE OCC

WALTER G. KNAUFF

CERTIFIED PUBLIC ACCOUNTANT
1011 BENEDETTO TREES BUILDING
PITTSBURGH, PA.

1285 Glenview St
Denver 20 Colo
November 23, 1957

1957 NOV 23 PM 10:24
New Mexico Oil Conservation Commission,
P.O. Box 871,
Santa Fe, New Mexico.

Nov 23 2

Gentlemen: Today I received a registered letter from the El Paso Natural Gas Company with which was inclosed an application to your Commission for an exception to Rule 1A of Revised Order No. 565C for a Non-Standard Proration Unit on the SW $\frac{1}{4}$ of Section 31, Twp. 28N, Range 10W, on which quarter section the Knauff #4 Gas Well is located. The date of their letter to you is Nov. 4, 1957 and I just received my copy today, Nov. 23. They could have waited a little longer and the 30 day period in which I must object would have soon been over.

I do not know what El Paso has in mind but since there is already a Pictured Cliff well on the acreage and it is on a full 160+ acres and since I own all of the sands below the base of the Pictured Cliff Sand, I object very definitely to their application for a Non-Standard Proration Unit.

I am sending a copy of this letter to the El Paso Natural Gas Company. If you know the purpose of their application, will you please advise me what it is.

Very truly yours
Walter G. Knauff