

September 8, 1950

AIRMAIL - SPECIAL DELIVERY

HOBBS NEWS SUN

Hobbs, New Mexico

Re: Case 235
Notice of Publication

Gentlemen:

Please publish the enclosed notice once, immediately. Please proofread the notice carefully and send a copy of the paper carrying such notice to this office.

UPON COMPLETION OF THE PUBLICATION SEND PUBLISHER'S AFFIDAVIT IN DUPLICATE.

For payment, please submit statement in duplicate, and sign and return the enclosed voucher.

Very truly yours,

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurrier
Secretary-Director

RRS:bw
encls.

PLEASE PUBLISH NOT LATER THAN SEPTEMBER 11, 1950.

NOTICE OF PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearing to be held September 21, 1950, beginning at 10:00 o'clock A. M. on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives).

STATE OF NEW MEXICO TO:

E. B. Clark and C. B. Christie, d.b.a. Clark & Christie;
El Paso Natural Gas Company;
Nolan & Byren;
Lea County Water Company
and to all other persons who may have an interest
in the matters herein set forth.

Case 235

In the matter of the application of E. B. Clark and C. B. Christie, doing business as Clark and Christie, for the designation of a gas pool located ~~in an area to be designated~~ within Sections 3, Twp. 20S, R. 37E, N.M.P.M.

and in 34, Twp. 19S, R. 37E, N.M.P.M., located in Lea County, New Mexico, and

2) Subsequent to the designation, and at the same hearing, for a proportioned allocation to each producer in the purported designated field, a designation of the total allowable production in the purported designated pool and for an order directed to each purchaser within the purported designated pool for a ratable take from each and every producer in the purported designated pool.

Given - - - - -etc.

The allocation of the ratable take of all natural gas produced in said designated area.

September 8, 1950

SANTA FE NEW MEXICAN

Santa Fe, New Mexico

Re: Case 235
Notice of Publication

Gentlemen:

Please publish the enclosed notice once, immediately. Please proofread the notice carefully and send a copy of the paper carrying such notice to this office.

UPON COMPLETION OF THE PUBLICATION SEND PUBLISHER'S AFFIDAVIT IN DUPLICATE.

For payment, please submit statement in duplicate, and sign and return the enclosed voucher.

Very truly yours,

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurrer
Secretary-Director

RRS:bw
encls.

PLEASE PUBLISH NOT LATER THAN MONDAY, SEPTEMBER 11, 1950

E. B. CLARK - Cooper "C" #2, NWNE Sec. 3, T.20S, R.37E, 660S and 1550E.

Drilling commenced April 2, 1950; Completed May 15, 1950.

Gas Zone 3525-3560; Csg. 8 5/8" Set 1338' with 400 sax, 5 1/2" Set 3523' with 300 sax.
Open Hole 3523' to 3560'. Queen Sand. I.P. 25,000 MCF/day. Rock Pressure 1140 PSI.

THE EL PASO NATURAL GAS COMPANY - Shell State #1, NE/4 NE/4, Sec. 3-20-37, 660N and 990E.

Drilling commenced December 18, 1949; Completed June 4, 1950.

Elevation 3573; Total Depth 4005'; Plugged Back 3615'.

Gas Zone 3550-3580.

8 5/8" Csg. Set @ 1843' with 300 sax, 5 1/2" Csg. Set @ 3635' with 100 sax.

Well was plugged back from 4005' to 3615' and Csg. perforated with 120 jet shots
(4 shots per foot) from 3550'-3580'.

7,650 MCF/day. Ten Minute Shut-In Pressure 1120 PSI.

Transporter: El Paso Natural Gas Company

NOLEN AND LANE - Sinclair Williams #1, SW/4 SE/4 Sec. 34-19-37, 330S and 1980E.

Drilling Commenced August 25, 1949; Completed October 24, 1949.

Elevation 3548'. Total Depth 3578'.

Gas Zone 3560-3578.

5 1/2" Csg. Set @ 3522' with 250 sax at bottom, 150 sax at 1325' (Two Stage)

22,000 MCF/day. Dry Gas, Pressure 1140 PSI.

Open Hole 56', 3522-3578'

Transporter: Lea County Water Company.

NOLEN AND LANE - Williams #3. SE/4 SW/4 Sec. 34-19-37. 330S and 2770W East Line.

Drilling Commenced November 18, 1949; Completed December 31, 1949.

Elevation 3550'. Total Depth 3584'.

Gas Zone 3540'-3580'.

8 5/8" Csg. Set @ 1320' with 400 sax, 7" Csg. Set @ 3522' with 300 sax.

26,500 MCF/day. Dry Gas. Pressure 1140 PSI.

Open Hole 62', 3522'-3584'.

Transporter: Warren Petroleum Corporation.

*Commissioner Ex 761
235
A.D. 10/24/50*

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION
OF E. B. CLARK AND C. B. CHRISTIE
D/B/A CLARK AND CHRISTIE



STIPULATION

It is stipulated and agreed that the following facts may be considered by the Commission in connection with their determination of Cause No. 235 in the matter of the application of E. B. Clark and C. B. Christie, d/b/a Clark and Christie, to-wit:

1. That Nolan and Byrom are the owners of two gas wells, their Williams No. 1 is located in the southwest quarter of the southeast quarter of Section 34, township 19S, range 37E, N.M.P.M., Lea County, New Mexico, and Williams No. 3 is located in the southeast quarter of the southwest quarter of the same section. These two wells were completed as gas producers prior to March 1, 1950. Clark and Christie own a gas well located in the northwest quarter of the northeast quarter of Section 3, Township 20S, Range 37E, N.M.P.M., Lea County, New Mexico. That was completed on or about the 15th day of May 1950. El Paso Natural Gas Company owns a well drilled by Clark and Christie and recently assigned to El Paso Natural Gas Company in the northeast quarter of the northeast quarter of said Section 3, which has never been produced. El Paso Natural Gas Company has not requested and does not request action in connection with this well by the Commission.

All of these wells are producing from the same common source of supply and each of the wells are producing from the same producing horizon.

Lea County Water Company is presently purchasing approximately one and one half million cubic feet of gas per day from the Nolan-Byrom Williams No. 1, and their gas requirements in such field will not exceed two million cubic feet of gas per day. This gas is purchased by the Lea County Water Company for resale for public utility consumption.

The Warren Petroleum Corporation on March 1, 1950, entered into a contract with Nolan and Byrom, by the terms and provisions of which contract they are purchasing from the Nolan-Byrom Williams No. 3 approximately three million cubic feet of gas per day, which amount of gas is their total requirement. That the Warren Petroleum Corporation under the terms of this contract has a contractual commitment to Nolan and Byrom to purchase or pay for at least three million cubic feet of gas per day. This contract contains the provision:

"This agreement and respective obligations of seller and buyer herein are subject to present and future laws and valid orders, rules, and regulations of duly constituted authorities having jurisdiction in the premises."

That the gas purchased by Warren Petroleum Corporation from Nolan-Byrom

Williams No. 3 is used for the following purposes: (1) to operate a gasoline plant of that corporation in the Monument Area. (2) to supply the return gas for lease operations for the production of oil and gas to persons from whom Warren Petroleum Corporation has purchased casinghead gas, and under which contracts for the purchase of casinghead gas the Warren Petroleum Corporation has agreed to supply return gas for lease operations. The information as to the proportion in which the gas is used for the operation of plant and for return gas is not presently available at this time.

El Paso Natural Gas Company has not now and has never purchased gas in the area, and the petition is in error in respect to the allegation.

That conferences were held between representatives of Warren Petroleum Corporation and Clark and Christie, at which conferences Clark and Christie were advised of the contractual obligations of Warren Petroleum Corporation to Byrom and Nolan which provided for their entire requirements.

At such conference and after discussion of all the facts the parties were unable to work out a solution among themselves, and therefore the matter was submitted to the Commission.

That for the purpose of this hearing it is agreed that the wells have approximately the same potential.

CLARK AND CHRISTIE

NOLAN & BYROM

EL PASO NATURAL GAS COMPANY

WARREN PETROLEUM CORPORATION

LEA COUNTY WATER COMPANY

204 235

TO THE OIL AND GAS CONSERVATION COMMISSION:

The undersigned hereby certify that Case No. 235 has been compromised and settled to the satisfaction of the interested parties. It is requested that the Application of Clark & Christie in Case No. 235 be dismissed without prejudice and that all Order(s) issued by the Commission in connection with such case be rescinded.

Dated at Santa Fe, New Mexico this 21st day of November, 1950.

Art Perkins
El Paso Natural Gas Co

C. B. Clark & C. A. Christie
McChristie

W. D. Byrnes
Holen + Byrnes

Warren Petroleum Corp by McCamey
Southern Union Gas Co
Law Thompson

1000
205-236

November 7, 1950

Oil Conservation Commission
205 Booker Building
Artesia, New Mexico

Gentlemen:

We enclose herewith, copies of the transcripts of the hearings held
in Santa Fe, New Mexico on September 21 and October 24, 1950.

Very truly yours,

R. R. Spurrier
Secretary-Director

ERS:bw
encls.

1. 11/11/50
2. 2/3/50

November 8, 1950

Mr. Al Greer
Oil Conservation Commission
Box 337
Asted, New Mexico

Dear Mr. Greer:

We enclose herewith, copies of the transcripts of the hearings held
in Santa Fe, New Mexico on September 21 and October 24, 1950.

Very truly yours,

R. R. Spurrier
Secretary-Director

RRS:bw
encls.

*To be submitted
Call 235 - Nov 21*

Mr. C. L. Perkins

October 17, 1950

W. L. Taylor

Jal Division Office

Subject: Some Geological Aspects of the Queen Formation, Monument Field, Lea County, New Mexico.

Regarding subsurface conditions existing in Twp. 19 S, Rge. 37 E, and Twp. 20 S, Rge. 37 E, of the Eunice-Monument oil pool, Lea County, New Mexico, investigations have been made in connection with the establishment of a gas pool in S 1/2 S 1/2 of Sec. 34, Twp. 19 S, Rge. 37 E, and the N 1/2 N 1/2 of Sec. 3, Twp. 20 S, Rge. 37 E (see attached map). The information obtained concerning the area contiguous to the Williams-Queen gas pool, as designated above, is intended to be of information to El Paso Natural Gas Company concerning possible future developments in the area, and is not a complete and thorough study of the entire field, as time does not permit a complete study of the entire field before the next Oil Conservation Commission hearing on the matter on October 24, 1950.

Primarily, information has been gathered concerning (1) the lateral extent of gas shows in the Penrose Sand section of the Queen formation and (2) the possibilities of oil production from the Queen formation.

There are at present four producing zones in the Eunice-Monument field as defined by the New Mexico Oil Conservation Commission: the Seven Rivers, the Queen, the Grayburg, and the upper San Andres limestone. The massive, relatively uniform San Andres limestone forms the best oil reservoir, and is the only formation which has been carefully logged throughout the field; hence, it is the only reliable basis for a structural contour map. A structure map with contours on the top of the San Andres, using sea level as the datum plane, shows the structure as a broad anticlinal fold with a northwest-trending axis. The structural relief of the area contoured is approximately 250 feet (see attached map). There appears to be a spur extending west and northwest from the main part of the structure into Sections 34 and 35, Twp. 19 S, Rge. 37 E, and Sections 2 and 3, Twp. 20 S, Rge. 37 E. It is possible that this high area may be a separate closed structure isolated from the main dome by a shallow saddle, but information presently available indicates the structure as pictured. It is assumed that the structural picture of the Queen formation is in general similar to that of the San Andres. (Accurate information concerning the top of the Queen, where available, verifies this.)

The Williams-Queen gas pool is located on this structural spur. El Paso Natural Gas Company's Shell State #1 well, 660 N and 990 E, Sec. 3, Twp. 20, Rge. 37, is completed in the Penrose Sand section of the Queen formation from 3550 to 3580 feet. The ground elevation of the Shell State #1 is 3573 feet. The top of the Penrose Sand, using sea level as the datum plane, is therefore

October 17, 1950

plus twenty-three feet ($\pm 23'$). Resolving the structure of the Penrose section of the remaining wells in the designated Williams-Queen gas pool to the same datum, only a small variation in relief is shown, and appears to be in accord with the structure of the San Andres.

In an effort to determine the lateral extent of Queen gas from the designated pool, available logs of oil wells completed in the Grayburg and San Andres in the area adjacent to the gas pool have been examined. In general, it appears that there are a number of wells in the area immediately west and southwest of the gas pool which have reported gas shows in the Queen.

In addition to Queen gas cased off in several oil wells, Southern Union Gas Company recently completed their Burke #1 well, 990 S and 990 E, Sec. 28, Twp. 19 S, Rge. 37 E, as a gas well producing from the Penrose Sand. The top of the Penrose was minus thirty-three feet ($-33'$), datum sea level, or fifty-six (56) feet structurally lower than El Paso's Shell State #1. Thus the reported shows of gas in oil wells, plus recently completed gas wells, together with the favorable structure picture, indicate further production might well be expected from the area entirely surrounding El Paso's Shell State #1. No reliable estimate can be made of the extent of potential producing Queen acreage, but it seems evident that the productive area will eventually include acreage north and east of the present gas pool.

The closest Queen formation oil show discovered in examination of logs and records is in National Securities Oil Corporation's dry hole in Sec. 33, Twp. 18, Rge. 37. A show of sweet oil in the Queen was logged in this well, approximately six and one-half ($6 \frac{1}{2}$) miles north of the Shell State #1 well. Structurally, the top of the Penrose Sand is 131 feet lower here than in the Shell State #1 well.

Evidence of communication of wells located in the designated gas pool is evidenced by shut-in pressures taken on El Paso's Shell State #1:

<u>Date</u>	<u>SIP</u>
July, 1950	1138# psig (Original)
September 27, 1950	1103# psig
October 2, 1950	1101# psig
October 6, 1950	1100# psig
October 9, 1950	1100# psig
October 13, 1950	1098# psig
October 16, 1950	1098# psig

The pressure on the Shell State #1 has thus dropped 40# psig since completion in July, 1950. During this time, gas has been withdrawn from the field at a daily rate of approximately 4,000 MCF.

October 17, 1950

Summarizing, the following conclusions are reached:

(1) Areas adjacent to the designated Williams-Queen gas pool appear to have possibilities for gas production from the Queen, both from present oil wells in which the gas is cased off and from future potentially favorable extensions to the present proved acreage.

(2) Although satisfactory records are sparse, the closest well showing oil in the Queen is six and one-half (6 1/2) miles northeast of the gas pool. Records of Amerada Petroleum Corporation have been closely checked, and no oil wells are completed in the Queen formation. Amerada was one of the early operators in the area and their production is representative throughout the field.

(3) The shut-in pressure of El Paso's Shall State #1 well within the limits of the gas pool, has dropped 40# psig since its completion in July, 1950. Since the well has been closed-in since completion, it thus shows some communication with near-by producing wells.



W. L. Taylor

WLT:pd

cc: HFS, DHT, EAS, GEK,
WTH, File

November 14, 1950

NOV 14 1950

Warren Petroleum Corporation
Tulsa 2, Oklahoma

Attention: Mr. E. R. Carney
Manager Gas Division

Dear Mr. Carney:

I have your letter of November 7 to which is attached a gas purchase contract in favor of your company covering the purchase of a portion of gas from our monument, New Mexico well. The contract provides for a price of 4¢ m.c.f. for the first five years, 4½¢ m.c.f. for the second five years, and 5¢ m.c.f. for the balance of the life of the well.

I have discussed this matter with Mr. Christie and our opinion has not changed in regard to selling gas below the market price. The El Paso Natural Gas Company, as well as the Lee County Water Company are paying 5¢ m.c.f. for this gas and we are not interested in selling this same gas to you below this market price.

Yours very truly,

E. B. CLARK & C. B. CHRISTIE

By

E. B. Clark
E. B. Clark

ERC:bc

cc: Southern Union Gas Company
cc: Mr. R. R. Spurrier
cc: Mr. C. B. Christie

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF
E. B. CLARK AND C. B. CHRISTIE FOR
DESIGNATION OF A GAS POOL.

CASE NO. 235
ORDER NO. R-44

ORDER OF THE COMMISSION DISMISSING
THE APPLICATION AND RESCINDING PREVIOUS
ORDER

BY THE COMMISSION:

This matter came on for hearing at Santa Fe, New Mexico, on November 21, 1950, and the Commission having considered the motion for dismissal without prejudice, of the application, for rescinding previous order issued, the reasons advanced for such motion and being fully advised in the premises,

FINDS:

That the motion is well taken, and

IT IS THEREFORE ORDERED:

1. That effective November 21, 1950, the application of E. B. Clark and C. B. Christie for a designation of a gas pool be, and the same hereby is dismissed without prejudice, and that Order No. R-32 heretofore issued in this cause, be, and the same is hereby rescinded.
2. That a memorandum of the stipulation of the parties ending the controversy shall be provided the Commission for its information.

DONE at Santa Fe, New Mexico, this 29th day of December, 1950.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

THOMAS J. MABRY, CHAIRMAN


GUY SHEPARD, MEMBER


R. R. SPURRIER, SECRETARY

E. E. GREESON
OFFICIAL REPORTER
UNITED STATES DISTRICT COURT
P. O. BOX 1302
ALBUQUERQUE, NEW MEXICO

November 3, 1950

Dear Mr. Spurrier:

In the absence of Mr. Greeson, I am answering your letter of November 2, 1950. The file in Case No. 235 to which you refer is in the possession of Mrs. Powell, and she mentioned at noon today that she would be mailing to you Saturday the transcript of the Hearing she reported in September plus the files which she has.

You should have this in your office by Monday. If it is still among the missing at that time, kindly let us know and we will take care of it.

Sincerely yours,

Ada Dearnley
Ada Dearnley.

Receipt for Registered Article No. **4452**

Fee paid **95** cents. Class postage **1**

Declared value **10** Surcharge paid, \$

Return Receipt fee Spl. Del'y fee

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in person or order Fee paid

Accepting employee will place his initials in space indicating restricted delivery.



c7-16-19433-4 GPO

NOTICE TO SENDER—Enter below name and address of addressee as an identification. Preserve and submit this receipt in case of inquiry or application for indemnity.

Cases 235 + 236

(Name of addressee)

(P. O. and State of address)

Registered mail

November 7, 1950

Mr. Glenn Staley
New Mexico Oil & Gas Engineering Committee
Drawer Eye
Hobbs, New Mexico

Dear Mr. Staley:

We enclose herewith, copies of the transcripts of the hearings held on September 21, 1950 and October 24, 1950.

Very truly yours,

R. R. Spurrier
Secretary-Director

RRS:bw
encls.

Cases
2357236

November 7, 1950

Oil Conservation Commission
P. O. Box 1545
Hobbs, New Mexico

Gentlemen:

We enclose herewith, copies of the transcripts of the hearings held
in Santa Fe, New Mexico on September 21 and October 24, 1950.

Very truly yours,

R. R. Spurrier
Secretary-Director

RRS:bw
encls.

Case 235

November 2, 1950

Miss Ada Dearnley
Box 1302
Albuquerque, New Mexico

Dear Miss Dearnley:

We received the transcript of the hearing of October 24. We note that only one file of Case 235 was returned, and two of these files were used.

Will you please check with Mr. Greeson, and ask him if he has the remaining file on Case 235? It is our belief that this file was taken from our office in preparing the transcript for the hearing held on September 21, which was taken by Mrs. Powell.

Very truly yours,

R. R. Spurrier
Secretary-Director

RRS:bw

Oil Com Comm
Meeting - Sept 21, 1950

<u>Name</u>	<u>Address</u>	<u>Representing</u>
D. J. Zund	Hobbs	Lea County Co.
W. F. Byron	"	Moham & Byron
C. A. Christie	Wichita Falls, Tex	Personal
E. B. Clark	✓	Clark & Christie
Dean S. Ginn	Santa Fe, N.M.	Clark & Christie
John R. Murray	Hobbs	Lea County Co.
J. E. Hutcheson	Monument	
Warney	Lubbock	Warner Petroleum Co.
G. T. Hanners	Lovington, NM	Warren Ref. Corp.
C. W. Neal	Hobbs, N.M.	Lea County Water Co.
A. L. Ginn	Santa Fe, N.M.	Clark & Christie
W. H. D. Smith	Midland Texas	Midland Texas Co.
J. H. D. Smith	Houston	Shell Oil Co.
Ed McKellary	Dallas, Tex	Magnolia Pet. Co.
M. T. Smith	Midland, Tex	Shell Oil Co.
L. O. Storm	Hobbs, N.M.	Shell Oil Co.
H. E. Massey	Hobbs, N.M.	Cities Service Oil
Thomas Steele	Hobbs, N.M.	Ohio Oil Co.
Ben R. Howell	El Paso Natural Gas Co.	El Paso Natural Gas Co.
C. Perkins	El Paso Tex	
D. H. Cooper	Houston, Tex	"
H. E. Stew	El Paso, Texas	"
Foster Maxwell	Roswell, N.M.	U.S. Geol. Survey
R. E. Canfield	Roswell, N.M.	U.S.G.S.
James A. D. H.	Santa Fe, N.M.	O.C.C.
F. C. Barnes	Santa Fe	O.C.C.
S. Johnston	Hobbs	T.P. Coal & Oil Co.
M. Collier	Houston	Continental Oil Co.

Oil Conservation Commission

Hearing - October 24, 1950

NAME	ADDRESS	REPRESENTING
J. J. Hammers	Lawton, Okla	Wagon Oil Co
J. J. Hammers	Santa Fe, N.M.	Clawson
John R. Murray	Hobbs	Leaky Water Co
B. R. Lombard	Ft. Worth	Stanolind.
R. L. Smith	Fort Worth	Continental Oil
A. R. Ballou	Dallas, Texas	Sun Oil Co.
G. E. Kendrick	SAN N.M.	El Paso Nat Gas
W. L. Taylor	SAN, N. M.	El Paso Nat-Gas
Thomas Steele	Hobbs	Ohio Oil Co.
J. J. Hammers	Lawton	Andrew Oil Co
AL GREER	ARTEC	NMAX O & G Comm.
JOE LILLY	FARMINGTON	Southern UNION GAS
R. E. Canfield	Roswell, N.M.	U.S.G.S
Foster Merrill	Roswell "	"
Robert News	Dallas	Delchi
M. T. Smith	Midland	Shell Oil Co.
Wm E Bates	✓	The Texas Co
Tom Storm	Hobbs	shell oil Co.
Ed Dewey	Midland	Humble
✓ Quilman Brown	Dallas, Texas	Southern Union Gas
Law Thompson	Dallas Texas	Southern Union Gas
O. P. Nicola, Jr.	Bartlesville, Okla.	Phillips Petr. Co.
Raymond A. Lynch	Midland, Texas	Phillips Petr. Co.
Glenn Halsey	Hobbs N.M.	N.M. Eng. Com.
R. E. L. Bates	Ft. Worth, Texas	Gulf Oil Refining
Murray L. Hight	✓	✓
Rosa L. Maloney	Roswell, N. M.	Gulf Oil Corp.
CD Boland	Hobbs NM	Gulf Oil Corp.
Ernest W.	Santa Fe, N.M.	Oil Co

NOTICE OF PUBLICATION
STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearing to be held September 21, 1950, beginning at 10:00 o'clock A.M. on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives).

STATE OF NEW MEXICO TO:
E. B. Clark and C. B. Christie, d.b.a. Clark & Christie;
El Paso Natural Gas Company;
Nolan & Byron;
Lea County Water Company and
To all other persons who may have an interest in the matters herein set forth:

Case 235

In the matter of the application of E. B. Clark and C. B. Christie, doing business as Clark and Christie, for

1. The designation of a gas pool located in the area of Section 3, Township 20 south, Range 37 east, N.M.P.M., and in Section 34, Township 19 south, Range 37 east, N.M.P.M., for the Queen formation at depths about 3500-3600 feet, located in Lea County, New Mexico, and

2. The allocation of the ratable take of all natural gas produced in said designated area.

Given under the seal of the Oil Conservation Commission of New Mexico, at Santa Fe, New Mexico, on September 8, 1950.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION
(SEAL) R. R. SPURRIER,
Secretary.

Pub: Sept. 11, 1950.

Affidavit of Publication

State of New Mexico }
County of Santa Fe } ss.

I, Will Harrison, being first duly sworn, declare and say that I am the (~~Business Manager~~) (Editor) of the Santa Fe

New Mexican, a daily newspaper, published in the English Language, and having a general circulation in the City and County of Santa Fe, State of New Mexico, and being a newspaper duly qualified to publish legal notices and advertisements under the provisions of Chapter 167 of the Session Laws of 1937; that the publication, a copy which is hereto attached, was published in said paper ~~once each week~~ for one time ~~consecutive weeks~~ and on the same day of each week in the regular issue of the paper during the time of publication, and that the notice was published in the newspaper proper, and not in any supplement, ~~once each week~~ for one time ~~weeks consecutively~~ during the first publication being on the

11th day of September, 1950, and the said publication on the 11th day of September, 1950; that payment for said advertisement has been (duly made), or (assessed as court costs); that the undersigned has personal knowledge of the matters and things set forth in this affidavit.

PUBLISHER'S BILL

44 lines, one time at \$ 4.40
lines, times, \$
Tax \$
Total \$ 4.40

Received payment,
By

Will Harrison
Editor-Manager
Subscribed and sworn to before me this 12th day of September, A.D., 1950
Anna K. Ormsbee
Notary Public
My Commission expires June 14, 1953

AFFIDAVIT OF PUBLICATION

State of New Mexico,

County of Lea

I, Robert L. Summers
Arthur

Of the Hobbs Daily News-Sun, a daily newspaper published at Hobbs, New Mexico, do solemnly swear that the clipping attached hereto was published once a week in the regular and entire issue of said paper, and not in a supple-

ment thereof for a period of one time weeks.

beginning with the issue dated September 11, 1950

and ending with the issue dated September 1, 1950

Publisher.
Robert L. Summers

Sworn and subscribed to before me this 12 day of

September, 1950
Notary Public.

1 Betty Seal
My commission expires January 25, 1953
(Seal)

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937, and payment of fees for said publication has been made.

LEGAL NOTICE

Sept. 11, 1950

**NOTICE OF PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION
COMMISSION.**

The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearing to be held September 21, 1950, beginning at 10:00 o'clock a. m., on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives).

STATE OF NEW MEXICO TO:

E. B. Clark and C. B. Christie, d.b.a. Clark & Christie;
El Paso Natural Gas Company;
Nolan & Byron;
Lea County Water Company
and

To all other persons who may have an interest in the matters herein set forth:

CASE 235

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1. The designation of a gas pool located in the area of Section 3, Township 20 south, Range 37 east, N. M. P. M., and in Section 34, Township 19 south, Range 37 east, N. M. P. M., for the Queen formation at depths about 3500-3600 feet, located in Lea County, New Mexico, and

2. The allocation of the ratable take of all natural gas produced in said designated area.

Given under the seal of the Oil Conservation Commission of New Mexico, at Santa Fe, New Mexico, on September 8, 1950.

**STATE OF NEW MEXICO
OIL CONSERVATION
COMMISSION,**

R. R. SPURRIER,
Secretary.

October 13, 1950

Mr. Q. B. Davis
Southern Union Gas Company
Burt Building
Dallas, Texas

Dear Mr. Davis:

As per your recent request, we enclose herewith, copy of the Application
for Case No. 235, Order No. R-32.

Very truly yours,

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurrier
Secretary-Director

RRS:bw
encl.

~~Hedges - 320A for lease~~



Send copy of
application Case 235
to: Q. B. Davis
So Union
Dallas

October 13, 1950

Mr. E. E. Greeson
P. O. Box 1302
Albuquerque, New Mexico

Dear Gene:

We would greatly appreciate receiving the transcript for Case 235 -
some time this next week, as we will need it for the October 24 hearing.

Very truly yours,

R. R. Spurrier
Secretary-Director

RES:bw

CLASS OF SERVICE
 This is a full-rate Telegram or Cablegram unless its deferred character is indicated by a suitable symbol above or preceding the address.

WESTERN UNION

1220

SYMBOLS
DL = Day Letter
NL = Night Letter
LC = Deferred Cable
NLT = Cable Night Letter
Ship Radiogram

W. P. MARSHALL, PRESIDENT

The filing time shown in the date line on telegrams and day letters is STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at point of destination

1950 SEP 22 AM 11 38

LA10 KA213

K TUA389 LONG PD WUX TULSA OKLA 22 1153A

R R SPURRIER SECY NEW MEXICO OIL CONSERVATION COMMISSION
 CAPITOL BLDG SANTA FE NMEX

NOTICE OF HEARING HELD YESTERDAY TEN OCLOCK AM IN SANTA FE CONCERNING CASE 235 INVOLVING DESIGNATION OF GAS POOL SECTION 3-20S-37E AND SECTION 34-19S-37E FOR QUEEN FORMATIONS LEA COUNTY NEW MEXICO AND TO FIX ALLOCATION OF RATABLE TAKES NOT RECEIVED HERE UNTIL LATE YESTERDAY. WE ARE VERY MUCH INTERESTED IN THIS MATTER BUT OWING TO NOTICE NOT BEING RECEIVED IN TIME HAD NO OPPORTUNITY TO PREPARE FOR HEARING AND HAVE SOMEONE IN ATTENDANCE. WOULD APPRECIATE YOUR ADVISING AS TO SUBSTANCE OF WHAT WAS DONE AT HEARING AND ALLOW US SUFFICIENT TIME TO CONSIDER SITUATION AND ENTER APPEARANCE FOR FURTHER HEARING IF WE DEEM THE SAME NECESSARY. ASSUME AN ORDER HAS NOT AS YET BEEN ENTERED AND IF PROPER REQUEST THAT MATTER BE HELD IN ABEYANCE UNTIL WE HAVE FULL INFORMATION AND TIME TO ACT THEREON. PLEASE WIRE ANSWER COLLECT.

T H HAMMETT

DOMESTIC SERVICE	
Check the class of service desired; otherwise this message will be sent as a full rate telegram	
FULL RATE TELEGRAM	SERIAL
DAY LETTER	NIGHT LETTER

WESTERN UNION

1206

INTERNATIONAL SERVICE	
Check the class of service desired; otherwise this message will be sent at the full rate	
FULL RATE	DEFERRED
CODE	NIGHT LETTER

W. P. MARSHALL, PRESIDENT

NO. WDS.-CL. OF SVC.	PD. OR COLL.	CASH NO.	CHARGE TO THE ACCOUNT OF	TIME FILED
			OIL CONSERVATION COMMISSION	

Send the following message, subject to the terms on back hereof, which are hereby agreed to

SANTA FE, NEW MEXICO
 SEPTEMBER 11, 1950

MR.
 MR. R. S. BLYNN
 OIL CONSERVATION COMMISSION
 P. O. BOX 1545
 HOBBS, NEW MEXICO

COMMISSION FINDS INSUFFICIENT EVIDENCE TO SHUT ~~DOWN~~
 NOLAN AND LANE #1 WILLIAMS BEFORE HEARING.

OIL CONSERVATION COMMISSION/SPURRIER

STRAIGHT WIRE

ALL MESSAGES TAKEN BY THIS COMPANY ARE SUBJECT TO THE FOLLOWING TERMS:

To guard against mistakes or delays, the sender of a message should order it repeated, that is, telegraphed back to the originating office for comparison. For this, one-half the unrepeated message rate is charged in addition. Unless otherwise indicated on its face, this is an unrepeated message and paid for as such, in consideration whereof it is agreed between the sender of the message and this Company as follows:

1. The Company shall not be liable for mistakes or delays in the transmission or delivery, or for non-delivery, of any message received for transmission at the unrepeated-message rate beyond the sum of five hundred dollars; nor for mistakes or delays in the transmission or delivery, or for non-delivery, of any message received for transmission at the repeated-message rate beyond the sum of five thousand dollars, unless specially valued; nor in any case for delays arising from unavoidable interruption in the working of its lines.

2. In any event the Company shall not be liable for damages for mistakes or delays in the transmission or delivery, or for the non-delivery, of any message, whether caused by the negligence of its servants or otherwise, beyond the actual loss, not exceeding in any event the sum of five thousand dollars, at which amount the sender of each message represents that the message is valued, unless a greater value is stated in writing by the sender thereof at the time the message is tendered for transmission, and unless the repeated-message rate is paid or agreed to be paid, and an additional charge equal to one-tenth of one percent of the amount by which such valuation shall exceed five thousand dollars.

3. The Company is hereby made the agent of the sender, without liability, to forward this message over the lines of any other company when necessary to reach its destination.

4. Except as otherwise indicated in connection with the listing of individual places in the filed tariffs of the Company, the amount paid for the transmission of a domestic telegram or an incoming cable or radio message covers its delivery within the following limits: In cities or towns of 5,000 or more inhabitants where the Company has an office which, as shown by the filed tariffs of the Company, is not operated through the agency of a railroad company, within two miles of any open main or branch office of the Company; in cities or towns of 5,000 or more inhabitants where, as shown by the filed tariffs of the Company, the telegraph service is performed through the agency of a railroad company, within one mile of the telegraph office; in cities or towns of less than 5,000 inhabitants in which an office of the Company is located, within one-half mile of the telegraph office. Beyond the limits above specified the Company does not undertake to make delivery, but will endeavor to arrange for delivery as the agent of the sender, with the understanding that the sender authorizes the collection of any additional charge from the addressee and agrees to pay such additional charge if it is not collected from the addressee. There will be no additional charge for deliveries made by telephone within the corporate limits of any city or town in which an office of the Company is located.

5. No responsibility attaches to this Company concerning messages until the same are accepted at one of its transmitting offices; and if a message is sent to such office by one of the Company's messengers, he acts for that purpose as the agent of the sender.

6. The Company will not be liable for damages or statutory penalties when the claim is not presented in writing to the Company, (a) within sixty days after the message is filed with the Company for transmission in the case of a message between points within the United States (except in the case of an intrastate message in Texas) or between a point in the United States on the one hand and a point in Alaska, Canada, Labrador, Mexico, Newfoundland and St. Pierre & Miquelon Islands on the other hand, or between a point in the United States and a ship at sea or in the air, (b) within 95 days after the cause of action, if any, shall have accrued in the case of an intrastate message in Texas, and (c) within 180 days after the message is filed with the Company for transmission in the case of a message between a point in the United States and a foreign or overseas point other than the points specified above in this paragraph; provided, however, that this condition shall not apply to claims for damages or overcharges within the purview of Section 415 of the Communications Act of 1934.

7. It is agreed that in any action by the Company to recover the tolls for any message or messages the prompt and correct transmission and delivery thereof shall be presumed, subject to rebuttal by competent evidence.

8. Special terms governing the transmission of messages according to their classes, as enumerated below, shall apply to messages in each of such respective classes in addition to all the foregoing terms.

9. No employee of the Company is authorized to vary the foregoing.

1-40

CLASSES OF SERVICE

DOMESTIC SERVICES

FULL RATE TELEGRAM

A full rate expedited service.

DAY LETTER (DL)

A deferred service at lower than the full rate.

SERIAL (SER)

Messages sent in sections during the same day.

NIGHT LETTER (NL)

Accepted up to 2 A. M. for delivery not earlier than the following morning at rates substantially lower than the full rate telegram or day letter rates.

INTERNATIONAL SERVICES

FULL RATE (FR)

The standard fast service at full rates. May be written in any language that can be expressed in Roman letters, or in cipher.

CODE (CDE)

A fast message service consisting of code words not exceeding 5 letters each. Minimum charge for 5 words applies.

DEFERRED (LC)

Plain language messages, subordinated to full rate and code messages. Minimum charge for 5 words applies.

NIGHT LETTER (NLT)

Overnight plain language messages. Minimum charge for 25 words applies.

Telegram:

R. S. Blymn

Comm finds
insufficient evidence
to shut in Nolan
& Jane #1 Williams
before leaving

RS

September 11, 1950

WARREN PETROLEUM COMPANY
Monument, New Mexico

Att: Mr. Utterback

Gentlemen,

It is brought to the attention of the Oil Conservation Commission of the State of New Mexico that natural gas is being bought and transported by Warren Petroleum Company, from Nolen and Lane, J. H. Williams #3, Sec. 34 - T 19 - R 37 E. Lea County, New Mexico. There is not in the files of the Oil Conservation Commission any form C-110 authorizing this transportation.

Be advised by this notice to transport no more gas from this lease until Rule 1114 is complied with and form C-110 has been approved by this office.

Very truly yours,

OIL CONSERVATION COMMISSION

BY:


R. S. BLYDEN

Engineer - District I

RSB/ash

cc:

R.R. Spurrer, OCC, Santa Fe

C
O
P
Y

September 25, 1950

Mr. J. R. Cole
Southern Union Gas Company
132 East Marcy
Santa Fe, New Mexico

Dear Mr. Cole:

This is in reply to your query as to the Commission's disposition of Case 235, which was heard September 21.

The Commission decided to continue the case, as far as ratable take was concerned, to October 24. A pool was named for the S/2 S/2 of Section 34, T. 19 S, R. 37 E, and N/2 N/2 of Section 3, T. 20 S, R. 37 E, called the Williams-Queen pool - that much at the same time being deleted from the Monument oil pool.

Very truly yours,

R. R. Spurrer

RRS:nr