



# CONTINENTAL OIL COMPANY

FAIR BUILDING  
FORT WORTH 2, TEXAS

H. L. JOHNSTON  
REGIONAL MANAGER OF PRODUCTION  
SOUTHWESTERN REGION

July 9, 1953

Trebol Oil Company  
Odessa, Texas

Attention: Mr. W. D. Noel

Gentlemen:

Re: NW/4 Sec. 5, T. 23 S., R. 37 E.,  
Lea County, New Mexico

Please refer to your letter dated July 2, 1953, regarding a proposed Yates gas well on subject tract which was contracted for development to Trebol by the New Mexico Federal Unit.

Our records show that both the oil and gas rights to 4,000 feet are covered by the contract for development; therefore we have no contractual objections to the gas well proposed in your letter.

The New Mexico Federal Unit has developed the east offset to this location for gas; therefore we will not object to your proposed unorthodox gas location when the matter is called for a public hearing before the New Mexico Oil Conservation Commission. Under the circumstances, we do not believe that it will be necessary for you to obtain written waivers of objections from all of the members of the New Mexico Federal Unit.

Yours very truly,

A handwritten signature in cursive script, appearing to read "H. L. Johnston".

HLJ-LP

New Mexico  
OIL CONSERVATION COMMISSION

GOVERNOR EDWIN L. MECHEM  
CHAIRMAN  
LAND COMMISSIONER E. J. WALKER  
MEMBER  
STATE GEOLOGIST R. R. SPURRIER  
SECRETARY AND DIRECTOR



P. O. BOX 871  
SANTA FE, NEW MEXICO

September 7, 1953

Memo to Commission

Case 570 - The Application of Trebol Oil  
Company for Permission to drill an unorthodox  
location on its Federal Danciger Lease in  
Section 5, Township 23 South, Range 36 East.

Recommendation: It is recommended that the application be approved and that an Order be written granting Trebol Oil Company permission to drill this well to be known as the Federal Danciger No. 1-Y, to be located 890 feet from the north line and 2310 feet from the <sup>West</sup> ~~east~~ line of Section 5, Township 23 South, Range 36 East. The well is an unorthodox location due to the fact that it is an exception to our Rule 104.

W. B. Macey

New Mexico  
OIL CONSERVATION COMMISSION

GOVERNOR EDWIN L. MECHEM  
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P. O. BOX 871  
SANTA FE, NEW MEXICO

September 7, 1953

Memo to Commission

Case 570 - The Application of Trebol Oil  
Company for Permission to drill an unorthodox  
location on its Federal Danciger Lease in  
Section 5, Township 23 South, Range 36 East.

Recommendation: It is recommended that the application be approved and that an Order be written granting Trebol Oil Company permission to drill this well to be known as the Federal Danciger No. 1-Y, to be located 890 feet from the north line and 2310 feet from the <sup>west</sup> east line of Section 5, Township 23 South, Range 36 East. The well is an unorthodox location due to the fact that it is an exception to our Rule 104.

W. B. Macey



# CONTINENTAL OIL COMPANY

FAIR BUILDING  
FORT WORTH 2, TEXAS

H. L. JOHNSTON  
REGIONAL MANAGER OF PRODUCTION  
SOUTHWESTERN REGION

July 9, 1953

Trebol Oil Company  
Odessa, Texas

Attention: Mr. W. D. Noel

Gentlemen:

Re: NW/4 Sec. 5, T. 23 S., R. 37 E.,  
Lea County, New Mexico

Please refer to your letter dated July 2, 1953, regarding a proposed Yates gas well on subject tract which was contracted for development to Trebol by the New Mexico Federal Unit.

Our records show that both the oil and gas rights to 4,000 feet are covered by the contract for development; therefore we have no contractual objections to the gas well proposed in your letter.

The New Mexico Federal Unit has developed the east offset to this location for gas; therefore we will not object to your proposed unorthodox gas location when the matter is called for a public hearing before the New Mexico Oil Conservation Commission. Under the circumstances, we do not believe that it will be necessary for you to obtain written waivers of objections from all of the members of the New Mexico Federal Unit.

Yours very truly,

HLJ-LP

# Trebol Oil Company

Odessa, Texas



July 2, 1953



New Mexico  
Oil Conservation Commission  
Santa Fe, New Mexico  
Mr. R. Spurrier, Director,

Dear Sir:

Trebol Oil Company is the operator of an oil and gas lease covering the Northwest one-quarter of Section 5, T-23-S, R-36-E, Lea County, New Mexico. The lease is a sub-lease from Continental Oil Company to a depth of 4000 feet and contains two oil wells, producing from the Seven Rivers formation in the interval 3800 to 3850 feet.

During the drilling of the aforementioned wells, gas was encountered in the Yates formation in the interval 3400 to 3700 feet, in quantities which we consider commercial.

Trebol Oil Company now desires to drill a well to the Yates formation and complete as a gas well at a location 890 feet from the North line and 330 feet from the East line of the NW/4 of Section 5, T-23-S, R-36-E. According to the spacing rules of the New Mexico Oil Conservation Commission, the location as set out above is unorthodox. Because of structural complications, we feel that an orthodox location on this tract would be too hazardous; therefore, we desire to make application for exception to the requirements of the Oil Conservation Commission.

On this date we received approval from the U.S.G.S. of the proposed location. Also Continental Oil Company, operator for the New Mexico Federal Unit who hold offset leases has verbally waived objection to the proposed location and has informed us that their waiver will be sent to us in writing within a few days.

Plat showing the proposed location and the surrounding lease situation is attached.

Your early consideration of this matter will be appreciated.

Yours very truly,

Subscribed and sworn to before me, A Notary Public in and for Ector County, Texas, this 2nd. day of July, 1953.

LOUISE GIBSON  
NOTARY PUBLIC IN AND  
FOR ECTOR COUNTY, TEXAS

Case 570

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 9, 1953

**Trebol Oil Company  
Odessa, Texas**

**Attention: Mr. M. T. Johnson**

**Dear Sir:**

Reference is made to your letter of July 2, 1953 pertaining to the drilling of your #1-Y, Federal Danciger in Section 5, Township 23 South, Range 36 East, Lea County, New Mexico.

Since your request is an exception to Rule 104 (a) of the Commission's Rules, it is necessary for you to present a formal application in triplicate and have the application put up for hearing. If you will supply this office with the necessary application before July 20th, the hearing can be held on August 20th, the regular monthly hearing for the month of August.

**Yours very truly,**

**W. B. Macey  
Chief Engineer**

**WBM/c**

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OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 25, 1953

Mr. M. T. Johnson  
Trebol Oil Company  
ODESSA, TEXAS

Dear Sir:

We enclose two signed copies of Order R-364 issued by the Commission in Case 570, heard August 20, 1953, on your company's application.

Very truly yours,

W. B. Macey  
Chief Engineer

WBM:nr

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# Trebol Oil Company

Odessa, Texas



July 13, 1953



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

Attention: Mr. R. R. Spurrier

Dear Sir:

Attached hereto are Formal Applications to drill Trebol Oil Company's Federal Danciger No. 1-Y which requires a hearing inasmuch as it is an unorthodox location. We would appreciate having this application set for hearing at the earliest possible date.

Yours very truly,

  
M. T. Johnson,  
Engineer,

Enc:

MTJ/lg

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 3, 1953

Mr. M. T. Johnson  
Trebol Oil Company  
ODESSA, TEXAS

Dear Sir:

The application submitted by your company for permission to drill in an unorthodox location your Fed. Danciger No. 1-Y well has been set up as Case 570 and advertised for hearing before the Commission at 9 a.m. on August 20, 1953, Mabry Hall, State Capitol, Santa Fe, N . M.

Yours very truly,

W. B. Macey  
Chief Engineer

WBM:nr

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