

BEFORE THE
Oil Conservation Commission
SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE NO. 745 Regular Hearing

TRANSCRIPT OF PROCEEDINGS

ADA DEARNLEY AND ASSOCIATES
COURT REPORTERS
ROOMS 105, 106, 107 EL CORTEZ BUILDING
TELEPHONE 7-9546
ALBUQUERQUE, NEW MEXICO

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
July 15, 1954

IN THE MATTER OF:

Application of El Paso Natural Gas Company
for 160-acre unorthodox gas proration unit
in Langmat Gas Pool: N/2 S/2 Section 2,
Township 23 South, Range 36 East.

} Case No. 745

BEFORE:

Mr. E. S. (Johnny) Walker
Mr. R. R. Spurrier

TRANSCRIPT OF HEARING

MR. SPURRIER: The next case on the docket is Case 745.

R O B E R T F. E V A N S ,

called as a witness, having been first duly sworn, testified as follows:

DIRECT EXAMINATION

By MR. HOWELL:

Q Will you state your name to the Commission, Please?

A Robert F. Evans.

Q Have you prepared a plat showing the location and offset wells surrounding Section 2, in Township 23 South, Range 36 East in Lea County, New Mexico?

A Yes, sir.

Q Will you hand the plat to the Commission?

A (Witness complies.)

Q Now, El Paso Natural Gas Company holds leases on what portion of that section?

A We hold the lease on the north half of the south half of the Section 2.

Q What other wells are already located on that Section 2?

A We have the Gulf Janda Number 1 in the northeast quarter, we have the Gulf Janda Number 2 in the northwest quarter, and the Skelly-Mexico - E Number 1 in the, located in the south half of the southeast quarter.

Q Has an unorthodox gas proration unit been granted to Skelly for the south half of the south half of the section?

A Yes, sir, it has.

Q Which gas pool is this located in, is this in the Langmat Gas Pool?

A Yes, sir, it is the Langmat.

Q El Paso Natural Gas Company desires to drill a well to what formation on the north half of the south of that section?

A Yates Seven Rivers well at approximately 3,500 feet.

Q From the surface?

A From the surface.

Q Have the offset operators been notified of this application?

A Yes, sir, that is correct.

Q Do you have any replies there to the letters of notification?

A Yes, sir, I do.

Q Would you detach and hand those letters to the Commission?
....While you are looking for that, let's go ahead with a little

more testimony there. Is the north half of the south half of this section reasonably proven acreage for gas production from the Yates Seven Rivers?

A Yes, sir, it is.

Q Is it necessary in order to prevent waste and conserve natural resources and protect correlative rights that an unorthodox proration unit be allowed, if the owner of lease-hold rights on this 160 acres can recover its fair share of the gas lying under the area?

A Yes, sir, that is correct.

MR. HOWELL : Do you have those letters ready now?

A No, sir, I don't.

MR. HOWELL: That is all the testimony.

MR. WALKER: You wish to enter these as exhibits?

(Marked Exhibit No. 1, for identification.)

MR. HOWELL: Yes. We offer the Exhibit 1 showing the plat. We will file the letters as soon as he gets them out of there.

MR. WALKER: Is there any objection? If not they will be admitted. Does anyone have any further questions of the witness? If not the witness may be excused.

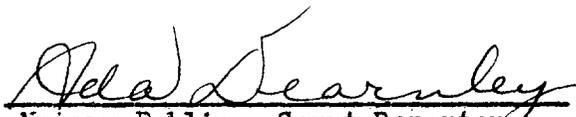
(Witness excused.)

MR. WALKER: Does anyone have any comments in the case? If not we will take the case under advisement.

STATE OF NEW MEXICO)
: ss.
COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Court Reporter, do hereby
certify that the foregoing and attached transcript of proceedings
before the New Mexico Oil Conservation Commission at Santa Fe,
New Mexico, is a true and correct record to the best of my
knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial
seal this 17th day of July, 1954.


Notary Public, Court Reporter

My Commission Expires:
June 19, 1955

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 16, 1954

Mr. Ben Howell, Attorney
Jones, Hardie, Grambling & Howell
Bassett Tower
EL PASO TEXAS

Dear Sir:

We attach copies of Orders R-517 and R-518 issued by the Commission in Cases 745 and 746, respectively, which were heard at the July 15, 1954, hearing upon application of El Paso Natural Gas Company.

Very truly yours,

W. B. Macey
Secretary-Director

WBM:nr

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