

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

March 11, 1955

Mr. Ross Malone, Attorney
ATWOOD AND MALONE
Roswell, New Mexico

Dear Sir:

For your information and that of your client, Gulf Oil Corporation we attach copies of Orders R-595 and R-596 issued by this Commission in Cases 830 and 831 under date of February 28, 1955.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:nr

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OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

December 31, 1954

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Gulf Oil Corporation
P. O. Drawer 1290
Fort Worth, Texas

Attention: Mr. Gordon H. Fisher

Administrative Order NSP-68

Gentlemen:

Reference is made to your application for approval of a 480-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the following acreage:

Twp. 22 South, Rge. 36 East, NMPM
S/2 and NE/4 of Section 3

It is understood that this unit is to be ascribed to your Harry Leonard State "D" Well No. 3, located 1960' from the West and South line, Section 3, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

Inasmuch as you offset yourself and are the only interested party to the formation of the proposed unit, it is possible for immediate approval to be granted. Therefore, by authority granted me under provisions of Rule 5, Section (b)-5 of the Special Rules and Regulations of the Jalmat Gas Pool, as set forth in Order R-520, you are hereby authorized to operate the above described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with pool rules, based upon the unit size of 480 acres.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:jh

cc: Oil Conservation Commission, Hobbs
N. M. Oil & Gas Engineering Comm., Hobbs



PETROLEUM AND ITS PRODUCTS

GULF OIL CORPORATION

P. O. DRAWER 1290 · FORT WORTH 1, TEXAS

GORDON H. FISHER
DIVISION PRODUCTION MANAGER

FORT WORTH
PRODUCTION DIVISION

December 14, 1954

Re: Application for 480-Acre Non-Standard
Gas Proration Unit, Jalmat Gas Pool
Comprising S/2 and NE/4 Section 3,
T22S, R36E, Lea County, New Mexico

Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Gentlemen:

Gulf Oil Corporation hereby makes application for approval of a non-standard gas proration unit comprising the S/2 and NE/4 Section 3, T22S, R36E, Lea County, New Mexico, and in support thereof states the following facts:

- (1) Gulf Oil Corporation is the owner and operator of an oil and gas lease known as the Harry Leonard "D" State Lease which comprises the 480 acres above described.
- (2) The Harry Leonard "D" #3 located 1980 feet from the West line and 1980 feet from the South line, Section 3, T22S, R36E, Lea County, New Mexico, was completed July 25, 1954, at a depth 3650 feet as a gas well in the Jalmat Gas Pool. The applicant proposes to use this well as the unit well.
- (3) The proposed non-standard gas proration unit will meet the requirements of Rule 5(b) of the Oil Conservation Commission Order No. R-520 as follows:
 - (a) Contiguous quarter-quarter sections will comprise the unit.
 - (b) The proposed unit lies wholly within a single governmental section.
 - (c) All acreage within the proposed unit may reasonably be presumed productive of gas.

12/14/54

- (d) The length or width of the proposed unit does not exceed 5280 feet.
- (e) Gulf Oil Corporation is the lessee of the entire section described and the well is so located in the unit that the only operator within 1500 feet of the well is another Gulf Oil Corporation Gas Unit.

In view of the existence of the facts herein stated and compliance with the provisions of Rule 5(b) of the Oil Conservation Commission's Order No. R-520, Gulf Oil Corporation requests that the Secretary of the Commission approve the above described non-standard gas proration unit.

Respectfully submitted,

GULF OIL CORPORATION

By: *E. J. Fisher*
Division Production Manager

cc: New Mexico Oil Conservation Commission
P. O. Box 2045
Hobbs, New Mexico
Attn: Mr. A. L. Porter

OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

DATE Dec. 22, 1954

MR. W. B. MACEY
OIL CONSERVATION COMMISSION
BOX 871
SANTA FE, NEW MEXICO

RE:
PROPOSED NSP 68
PROPOSED NSL

Dear Mr. Macey:

I have examined the application dated Dec. 14, 1954

for the Gulf Harry Leonard "D" #3- K 3-22-36
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

Approved

Yours very truly,

OIL CONSERVATION COMMISSION

Stanley J. Stanley
Stanley J. Stanley
Engineer

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OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

January 21, 1955

Gulf Oil Corporation
P. O. Drawer 1290
Fort Worth, Texas

Re: Administrative Order NSP-68

Attention: Mr. Gordon H. Fisher

Gentlemen:

On December 31, 1954, by virtue of the provisions of Administrative Order NSP-68, I approved the formation of a non-standard gas proration unit consisting of the following described acreage in the Jalmat Gas Pool:

Section 3, Township 22 South, Range 36 East
S/2 and NE/4

Information available to me at this time indicates that I exceeded the authority granted to me by the provisions of Rule 5-b of Order R-520 (Jalmat Pool Rules) due to the fact that the third paragraph of Rule 5-a specifically limits the maximum amount of acreage that may be assigned to a gas well, the amount being governed by the well location.

The formation of a 480-acre non-standard proration unit with your Harry Leonard State "D" lease, Well No. 3, located 1980 feet from the South line and 1980 feet from the West line is contrary to the provisions of this rule.

On February 16, 1955, this Commission will hold hearings directed to you as operator for you to show cause why the acreage assigned your Harry Leonard State "D", Well No. 3, NE/4 SW/4 Section 3, Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, should not be reduced to 320 acres in accordance with the provisions of Paragraph 3 of Rule 5-a of Order R-520. The description of this 320 acre unit is as follows:

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

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Section 3, Township 22 South, Range 36 East
S/2

this proposed reduction would be effective March 1, 1955. You will of course be afforded the opportunity to present any testimony or evidence to support the formation of the proration unit as it now exists.

This letter is being directed to you so that you can prepare your case, if you so desire. A copy of the advertisement will be mailed to you when available.

Very truly yours,

W. B. MACEY,
Secretary-Director

WBM/ir