

Case 100-10000

El Paso Natural Gas Company

El Paso, Texas
December 2, 1955

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

Attention: Mr. W. B. Macey

*Not for comment
Heavine
12/1/56 10:30 AM
EPNG will submit
letter regarding
Tolled to W. B. Macey
12/1/56*

Re: Application of El Paso Natural Gas Company for Administrative approval of a 320 acre Non-Standard Gas Proration Unit in the Jalmat Gas Pool for the El Paso Natural Gas Company Carlson-Federal #1 Well which is located in the NW/4 SW/4 of Section 22, Township 25 South, Range 37 East, N.M.P.M., Lea County, New Mexico

Gentlemen:

El Paso Natural Gas Company respectfully requests Administrative approval under the provisions of Rule 5 (b) of Order No. R-520 of a Non-Standard Gas Proration Unit of 320 acres, more or less, comprising the S/2 of Section 22, Township 25 South, Range 37 East, N.M.P.M., Jalmat Gas Pool, Lea County, New Mexico and in support thereof states the following facts:

1. El Paso Natural Gas Company holds the Gas Operating Rights under the S/2 of Section 22, Township 25 South, Range 37 East, N.M.P.M.

2. That El Paso Natural Gas Company completed the El Paso Natural Gas Company-Carlson-Federal #1 Well in the NW/4 SW/4 of said Section 22, on September 1, 1955, with an Initial Potential of 16,500 MCF A.O.F. This well is located 1980 feet from the South line and 660 feet from the West line of said Section 22.

3. That the proposed Non-Standard Gas Proration Unit will meet the requirements of Rule 5 (b) of Order No. R-520 in that the proposed unit consists of contiguous quarter-quarter sections within a single governmental section, that the length or width thereof does not exceed

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5280 feet and that the entire area of the proposed unit lies with the horizontal limits of the Jalmat Gas Pool and may reasonably be presumed to be productive of gas.

4. That by copy of this Letter of Application all of the other operators owning an interest in the section in which the proposed Non-Standard Proration Unit is situated and all operators owning an interest within 1500 feet of the well have by registered mail been notified.

5. That a plat showing the acreage to be dedicated to the proposed Non-Standard Gas Proration Unit, the location of the said well, and the offset ownership is attached hereto.

6. El Paso Natural Gas Company wishes to advise the Commission that it is its intention to use this well as the unit well.

In view of the existence of the facts herein stated and in compliance with the provisions of Rule 5(b) of Order No. R-520, El Paso Natural Gas Company requests Administrative approval of said Non-Standard Gas Proration Unit.

Respectfully submitted,

EL PASO NATURAL GAS COMPANY

By R. L. Hamblin
R. L. Hamblin, Manager
Lease Department

The State of Texas

County of El Paso

On this 5th day of December, 1955, before me personally appeared R. L. HAMBLIN, to me known to be the person who executed the foregoing Letter and states that the foregoing statements made are true to the best of his knowledge and belief.

In Witness Whereof, I have hereunto set my hand and seal on this day and year first above written.

My Commission Expires:

June 1, 1956

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

HELEN ADAMS

Notary Public, in and for El Paso County, Texas

My commission expires June 1, 1957

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December 2, 1955
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Registered Mail
cc:

New Mexico Oil Conservation Commission (3)
P. O. Box 871
Santa Fe, New Mexico

Cities Service Oil Company
P. O. Box 97
Hobbs, New Mexico

Shell Oil Company
P. O. Box 1957
Hobbs, New Mexoc

Skelly Oil Company
1650 Skelly Building
Tulsa 12, Oklahoma

Humble Oil and Refining Company
P. O. Box 1600
Midland, Texas

E. G. Rodman
P. O. Box 591
Odessa, Texas

R. Olsen
Liberty Bank Building
Oklahoma City, Oklahoma

Intercoast Petroleum Corporation
P. O. Box 391
Midland, Texas

New Mexico Oil Conservation Commission
P. O. Box 2045
Hobbs, New Mexico

Westates Petroleum Corporation
391 Sutter Street
San Francisco 8, California

Indian Petroleum Company
391 Sutter Street
San Francisco 8, California

Anderson-Prichard Oil Corporation
Liberty Bank Building
Oklahoma City, Oklahoma

Amerada Petroleum Corporation
P. O. Box 312
Midland, Texas

Argo Oil Corporation
V & J. Building
Midland, Texas

R. Olsen Oil Company
2811 Liberty Bank Building
Oklahoma City, Oklahoma

El Paso Natural Gas Company

El Paso, Texas

January 11, 1956

Mr. Warren W. Mankin, Examiner
New Mexico Oil Conservation Commission
1200 West Broadway
Hobbs, New Mexico

In Re: Case #988
Carlson Federal #1 Well

Dear Mr. Mankin:

Pursuant to the Commission's request that El Paso Natural Gas Company obtain the consent of the United States Geological Survey to communitize the S/2 Section 22, T-25-S, R-37-E, N.M.P.M. prior to its issuing an order in the above numbered case creating a Non-Standard Gas Proration Unit composed of lands making up the S/2 Section 22, T-25-S, R-37-E, N.M.P.M., Mr. R. L. Hamblin, Manager of El Paso's Lease Department, traveled to Roswell, New Mexico, on Friday, January 6, 1956, for the purpose of securing such consent from Mr. John A. Anderson, Supervisor of the United States Geological Survey.

Mr. Anderson, in conversation with Mr. Hamblin, stated that the United States Geological Survey would approve a Communitization Agreement covering the S/2 Section 22 if, and so long as, the Carlson Federal #1 Well will produce a double allowable. He further stated that he would be in Santa Fe, New Mexico, the latter part of this week or the first part of next week and would talk with you personally about this matter.

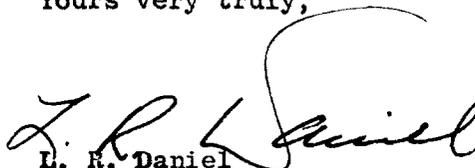
By copy of this letter to Mr. Anderson, we are respectfully requesting that the United States Geological Survey furnish you with its written consent regarding this matter in the event you require the same for your case files.

Mr. Warren W. Mankin
January 10, 1956
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Please feel free to advise us if we may be of further assistance to you in this matter.

Thanking you for your many courtesies in this matter,
we are

Yours very truly,



L. R. Daniel
Supervisor
Record Section
Lease Department

LRD:bn
NM 72, 72-1, 48, 49, 95
Air Mail

CC: Mr. John A. Anderson
United States Geological Survey
Post Office Box 8721
Roswell, New Mexico

CC: Mr. Warren Mankin
New Mexico Oil Conservation Commission
Mabry Hall
State Capital
Santa Fe, New Mexico



IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

P. O. Box 6721
Roswell, New Mexico

February 6, 1956

Oil Conservation Commission
Santa Fe,
New Mexico

Attention: Mr. Warren W. Mankin

Gentlemen:

We refer to case No. 988 which was heard before Mr. Mankin, Examiner, at Hobbs, New Mexico, on January 4, 1956. Mr. Lee Daniel of El Paso Natural Gas Company has requested that we advise you as to our position regarding the establishment of a non-standard proration unit consisting of the $S\frac{1}{2}$ sec. 22, T. 25 S., R. 37 E., Jalmat gas pool, which land is included in three Federal leases.

This office offers no objection to the establishment of the requested non-standard gas proration unit. It will be necessary for the record lessees and the working interest owners of the lands involved to enter into a communitization agreement which must be submitted for approval by the Director, Geological Survey.

Very truly yours,

JOHN A. ANDERSON
Regional Oil and Gas Supervisor

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

March 20, 1956

C
O
P
Y

Mr. Lee R. Daniel
El Paso Natural Gas Co.
P.O. Box 1492
El Paso, Texas

Dear Sir:

We enclose a copy of Order R-766 issued March 14, 1956, by the Oil Conservation Commission in Case 988, which was heard on January 4th.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:brp
Encl.