

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

APPLICATION OF KUTZ CANON OIL & GAS )  
COMPANY, a Colorado corporation, )  
FOR A HEARING REGARDING THE FORMA- )  
TION OF A NON-STANDARD GAS PRO )  
RATION UNIT IN THE WEST KUTZ- )  
PICTURED CLIFF GAS POOL, SAN JUAN )  
COUNTY, NEW MEXICO )

*Compl. with Rule 6 A  
of R-566 D*

Kutz Canon Oil & Gas Company, a Colorado corporation, hereby makes application to the Oil Conservation Commission of the State of New Mexico for a hearing in order to secure the approval of the formation of a non-standard gas pro-ration unit in the West Kutz-Pictured Cliff gas pool, San Juan County, New Mexico. Said application is made in accordance with Rule 6 of Order 566<sup>8</sup> of the Special Rules and Regulations of the Oil Conservation Commission of the State of New Mexico. The applicant states as follows:

1. The proposed non-standard pro-ration unit consists of 167.64 acres due to the unorthodox size of the tract arising out of a variation in the legal subdivision of public land surveys. Said unit is described as the SW $\frac{1}{4}$  of Section 30, Township 27 North, Range 10 West, San Juan County, New Mexico.

2. The proposed non-standard gas pro-ration unit consists of all of the above described SW $\frac{1}{4}$  of Section 30, Township 27 North, Range 10 West, San Juan County, New Mexico.

3. The proposed non-standard gas pro-ration unit lies wholly within a single government quarter section as described in paragraphs 1 and 2.

4. The proposed non-standard gas pro-ration unit may reasonably be presumed to be productive of gas, and applicant states in this connection that the applicant has drilled upon said tract a well which resulted in the discovery of gas.

5. Applicant files herewith as exhibits, plats showing the acreage to be dedicated, well location, and offset ownership.

6. Applicant has notified the operators of the tracts offsetting the proposed non-standard gas pro-ration unit of the intention of the applicant to form a non-standard unit, and of the applicant's intention to apply to the Oil Conservation Commission for a hearing in order to form such non-standard unit.

7. Applicant has mailed such notices to the following persons, copies of which notices are attached hereto as exhibits:

1 New Mexico Western Oil & Gas Co.,  
1501 Mercantile Bank Bldg.,  
Dallas, Texas

2 Western Natural Gas Co.,  
National Standard Bldg.,  
Houston 2, Texas

3 Three States Natural Gas Co.,  
Corrigan Tower Bldg.,  
Dallas 1, Texas

4 Pacific Northwest Pipe Line Corp.  
520 Simms Building,  
Albuquerque, New Mexico

as operators of the tracts described as the <sup>NW</sup>SW $\frac{1}{4}$ , Section 30 and the <sup>SE</sup>NE $\frac{1}{4}$ , Section 30, Township 28 North, Range 10 West, San Juan County, New Mexico, and

New Mexico Western Oil & Gas Co.,  
1501 Mercantile Bank Bldg.,  
Dallas, Texas

Pacific Northwest Pipe Line Corp.  
520 Simms Building,  
Albuquerque, New Mexico

as operators of the tracts described as the <sup>N/2</sup>NE $\frac{1}{4}$  and NW $\frac{1}{4}$ , Section 31, Township 28 North, Range 10 West, and

New Mexico Western Oil & Gas Co.  
1501 Mercantile Bank Bldg.,  
Dallas, Texas

as operators of the NE $\frac{1}{4}$ , Section 36, Township 28 North, Range 10 West, and

British American Oil Producing Co.,  
Box 180, Denver, Colorado

Western Development Company  
Sena Plaza Building,  
Santa Fe, New Mexico

as operators of the tracts described as <sup>E/2</sup>SW<sup>1</sup>/<sub>4</sub> and NW<sup>1</sup>/<sub>4</sub>, Section 25, Township 28 North, Range 10 West.

The applicant is the record title holder and operator of the tract described as <sup>SW<sup>1</sup>/<sub>4</sub></sup>~~NE<sup>1</sup>/<sub>4</sub>~~, Section 30, Township 28 North, Range 10 West.

8. The well which resulted in the discovery of gas on the proposed non-standard gas pro-ration unit is known as 4-M. It is located 790 feet from the South line and 900 feet from the West line of said unit.

WHEREFORE, applicant requests the Commission to allow the applicant to form a non-standard gas pro-ration unit as to the herein described tract, and requests the Commission to order a hearing to be held in this matter in order that a non-standard gas pro-ration unit may be formed as to such tract as provided by the special rules and regulations of the Commission.

KUTZ CANON OIL & GAS COMPANY

By J. F. Seaton  
Vice President

STATE OF COLORADO                    )  
  ) SS.  
CITY AND COUNTY OF DENVER    )

J. F. Seaton being first duly sworn on oath, deposes and says that he is Vice President of Kutz Canon Oil & Gas Company, a Colorado corporation; that he has read the above and foregoing application, and that the facts stated therein are true of his own knowledge.

Witness my hand and official seal.

My commission expires May 12, 1956

Gilbert C. Maxwell  
Notary Public

Twp. ~~26N~~ 27N

Range 11W 10W

6	5	4	3	2	1	6	5	4	3
7	8	9	10	11	12	7	8	9	10
18	17	16	15	14	13	18	17	16	15
19	20	21	22	23	24	19	20	21	22
30	29	28	27	26	25	30	29	28	27
31	32	33	34	35	36	31	32	33	34

Twp. ~~26N~~ 27N

Range 11W 10W

6	5	4	3	2	1	6	5	4	3
7	8	9	10	11	12	7	8	9	10
18	17	16	15	14	13	18	17	16	15
19	20	21	22	23	24	19	20	21	22
30	29	28	27	26	25	30	29	28	27
31	32	33	34	35	36	31	32	33	34

Twp. 26N 27N

### FEDERAL ABSTRACT COMPANY

P. O. BOX 1681

PHONE 3-5537

ROOM 20 SENA PLAZA  
SANTA FE, NEW MEXICO

- ✓ 1. SF 077384 - Kutz Canyon Oil and Gas Record Title Holder and Operator
- ✓ 2. SF 077384 - Kutz Canyon Oil and Gas is Record Title Holder  
Operators: New Mexico Western O&G 1501 Mercantile Bank Bldg.  
Dallas, Texas 66.06% of 1/2  
Western Natural Gas Company 1/4th  
Thre States Natural Gas Co. 1/4th  
Pacific Northwest Pipeline Corp. 33.94% of 1/2
- ✓ 3. SF 078422 -New Mexico Western O&G 66.06% ) -Lessee and operator  
Pacific Northwest Pipeline Corp. 33.94%) Lessee and operator
- ✓ 4. NM 01074 - New Mexico Western O&G, Lessee and Operator
- ✓ 5. SF 078089 - British-American Oil Producing Co. 1/2 Lessee and Operator  
Western Development Co., Sena Pl\_za Bldg. Santa Fe, N.M. 1/2  
Lessee and Operator

NEW MEXICO  
OIL CONSERVATION COMMISSION

Form C-128

Well Location and/or Gas Proration Plat

Date February 9, 1956

Operator Kutz Canon Oil & Gas Company Lease SF 077384

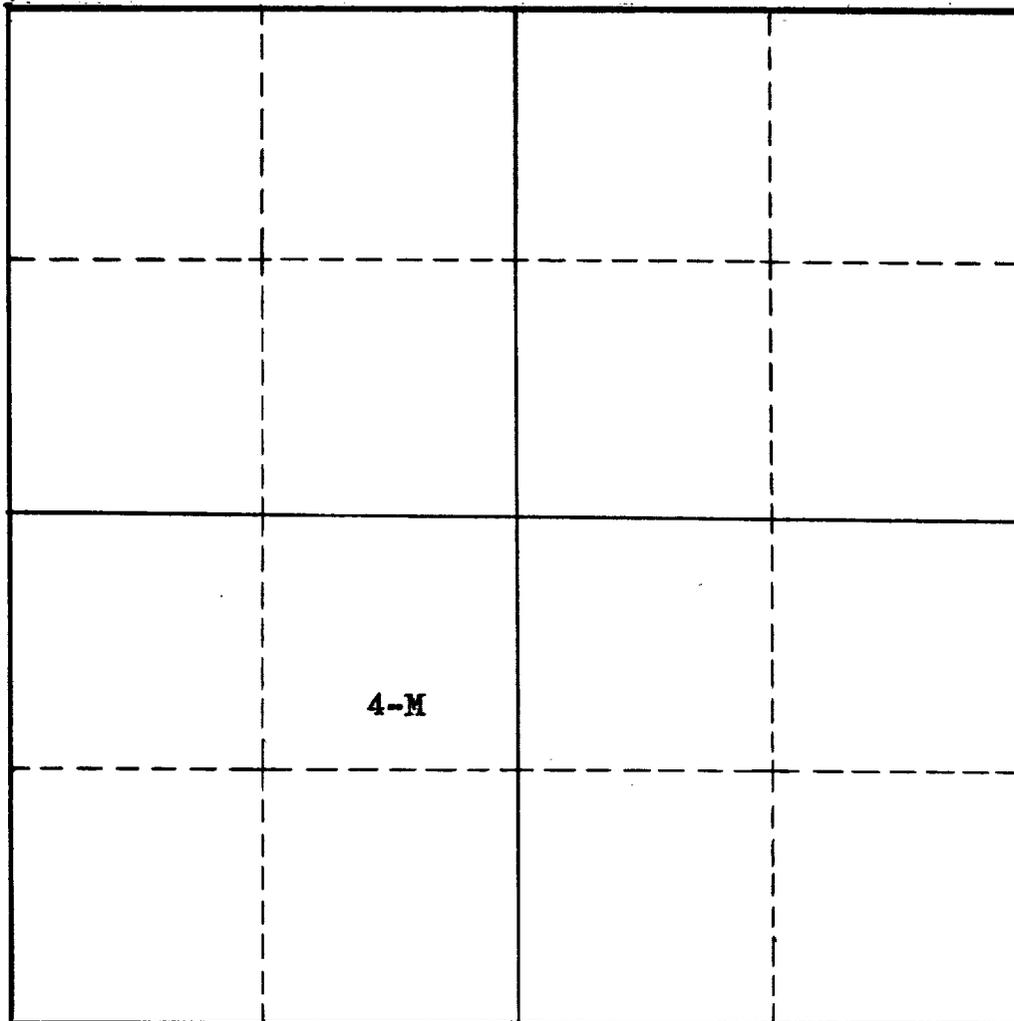
Well No. 4-M Section 30 (SW $\frac{1}{4}$ ) Township 27 North Range 10 West NMPM

Located 790 Feet From South Line, 900 Feet From West Line,

San Juan County, New Mexico. G. L. Elevation 6027

Name of Producing Formation Pictured Cliff Pool West Kutz Dedicated Acreage 167.64

(Note: All distances must be from outer boundaries of Section)



SCALE: 1" = 1000'

1. Is this Well a Dual Comp. ? Yes  No
2. If the answer to Question 1 is yes, are there any other dually completed wells within the dedicated acreage? Yes  No

This is to certify that the above plat was prepared from field notes of actual surveys made by me or under my supervision and that the same are true and correct to the best of my knowledge and belief.

Name J. F. Seaton

Date Surveyed \_\_\_\_\_

Position Vice President

Representing Kutz Canon Oil & Gas Co.

Registered Professional Engineer and/or

Address U. S. National Bank Bldg.,

Land Surveyor

Denver, Colorado

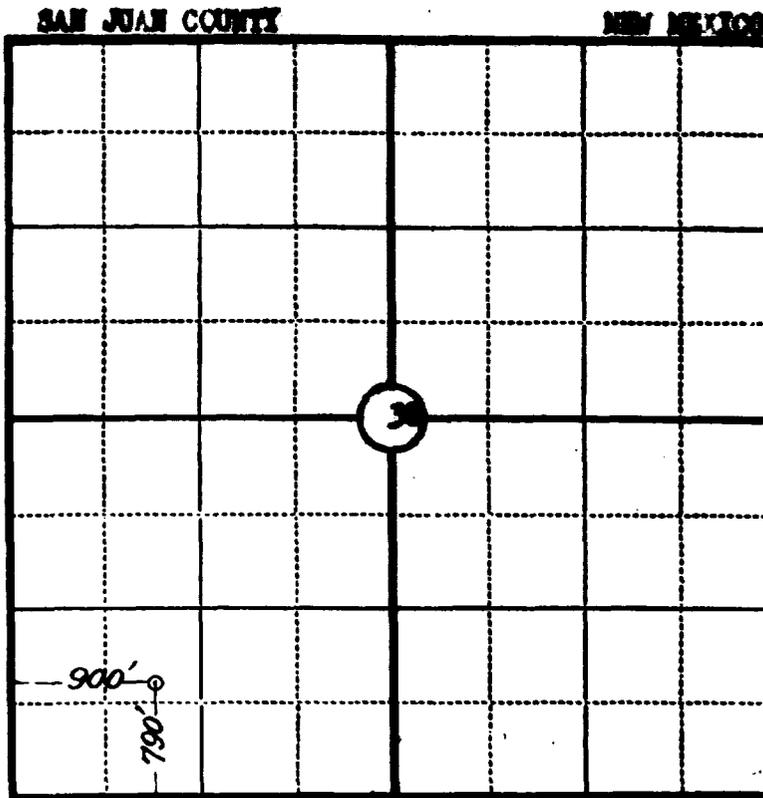
Company KUTZ CANYON OIL AND GAS COMPANY

Lease S.F. 077384 Well No. 4-M

Sec. 30, T. 27 N., R. 10 W., N.M.P.M.

Location 790° FROM THE SOUTH LINE AND 900° FROM THE WEST LINE.

Elevation 6027.0 UNGRADED GROUND.



Scale—4 inches equal 1 mile.

This is to certify that the above plat was prepared from field notes of actual surveys made by me or under my supervision and that the same are true and correct to the best of my knowledge and belief.

*James P. Luce*  
Registered Land Surveyor.  
**James P. Luce**  
N. Mex. Reg. No. 1463  
Surveyed 27 September, 1953

SAN JUAN ENGINEERING COMPANY, FARMINGTON, N. M.

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

APPLICATION OF KUTZ CANON OIL & GAS COMPANY)  
a Colorado corporation, FOR A HEARING )  
REGARDING THE FORMATION OF A NON-STANDARD )  
GAS PRORATION UNIT IN THE WEST KUTZ- )  
PICTURED CLIFF GAS POOL, SAN JUAN COUNTY, )  
NEW MEXICO. )

CASE NO. 1027

Kutz Canon Oil & Gas Company, a Colorado corporation, hereby makes application to the Oil Conservation Commission of the State of New Mexico for a hearing in order to secure the approval of the formation of a non-standard gas pro-ration unit in the West Kutz-Pictured Cliff gas pool, San Juan County, New Mexico. Said application is made in accordance with Rule 6 of Order 566 of the Special Rules and Regulations of the Oil Conservation Commission of the State of New Mexico. The applicant states as follows:

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2. The proposed non-standard gas pro-ration unit consists of all of the above described SW $\frac{1}{4}$  of Section 30, Township 27 North, Range 10 West, San Juan County, New Mexico.
3. The proposed non-standard gas pro-ration unit lies wholly within a single government quarter section as described in paragraphs 1 and 2.
4. The proposed non-standard gas pro-ration unit may reasonably be presumed to be productive of gas, and applicant states in this connection that the applicant has drilled upon said tract a well which resulted in the discovery of gas.
5. Applicant files herewith as exhibits, plats showing the acreage to be dedicated, well location, and offset ownership.
6. Applicant has notified the operators of the tracts offsetting the proposed non-standard gas pro-ration unit of the intention of the applicant to form a non-standard unit, and of the applicant's intention to apply to the Oil Conservation Commission for a hearing in order to form such non-standard unit.
7. Applicant has mailed such notices to the following persons, copies of which notices are attached hereto as exhibits:

New Mexico Western Oil & Gas Co.,  
1501 Mercantile Bank Bldg.,  
Dallas, Texas

Western Natural Gas Co.,  
National Standard Bldg.,  
Houston 2, Texas

Three States Natural Gas Co.,  
Corrigan Tower Bldg.,  
Dallas 1, Texas

Pacific Northwest Pipe Line Corp.,  
520 Simms Building  
Albuquerque, New Mexico

as operators of the tracts described as the SW $\frac{1}{4}$  Section 30 and the NE $\frac{1}{4}$  Section 30.

Township 28 North, Range 10 West, San Juan County, New Mexico, and

New Mexico Western Oil & Gas Co.,  
1501 Mercantile Bank Bldg.,  
Dallas, Texas

Pacific Northwest Pipe Line Corp.,  
520 Simms Building,  
Albuquerque, New Mexico

as operators of the tracts described as the NE $\frac{1}{4}$  and NW $\frac{1}{4}$ , Section 31, Township 28 North, Range 10 West, and

New Mexico Western Oil & Gas Co.,  
1501 Mercantile Bank Bldg.,  
Dallas, Texas

as operators of the NE $\frac{1}{4}$ , Section 36, Township 28 North, Range 10 West, and

British American Oil Producing Co.,  
Box 180, Denver, Colorado

Western Development Company  
Sena Plaza Building  
Santa Fe, New Mexico

as operators of the tracts described as SW $\frac{1}{4}$  and NW $\frac{1}{4}$ , Section 25, Township 28 North, Range 10 West.

The applicant is the record title holder and operator of the tract described as NE $\frac{1}{4}$ , Section 30, Township 28 North, Range 10 West.

8. The well which resulted in the discovery of gas on the proposed non-standard gas pro-ration unit is known as 4-M. It is located 790 feet from the South line and 900 feet from the West line of said unit.

WHEREFORE, applicant requests the Commission to allow the applicant to form a non-standard gas pro-ration unit as to the herein described tract, and requests the Commission to order a hearing to be held in this matter in order that a non-standard gas pro-ration unit may be formed as to such tract as provided by the special rules and regulations of the Commission.

KUTZ CANON OIL & GAS COMPANY

/s/ By J. F. Seaton  
Vice President

Note: The above mentioned exhibits are on file in the OCC office in Santa Fe, New Mexico.

Distributed by:  
New Mexico Oil and Gas Engineering Committee  
Hobbs, New Mexico  
February 23, 1956

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

APPLICATION OF KUTZ CANON OIL & GAS )  
COMPANY, a Colorado corporation )  
FOR A HEARING REGARDING THE FORMA- )  
TION OF A NON-STANDARD GAS PRO ) AMENDED APPLICATION  
RATION UNIT IN THE WEST KUTZ- )  
PICTURED CLIFF GAS POOL, SAN JUAN )  
COUNTY, NEW MEXICO )

Kutz Canon Oil and Gas Company, a Colorado corporation, hereby amends its application for a hearing in order to secure the approval of the formation of a non-standard gas pro-ration unit in the West Kutz Pictured Cliff Gas Pool, San Juan County, New Mexico. Said application is made in accordance with Rule 6 of Order 566 of the Special Rules and Regulations of the Oil Conservation Commission of the State of New Mexico.

The proposed non-standard pro-ration unit consists of 167.64 acres described as: SW $\frac{1}{4}$ , Section 30, Township 27 North, Range 10 West, San Juan County, New Mexico. The unorthodox size of the tract arises out of the variation in the legal subdivision of public land surveys.

The application mis-described the offset tracts as being located in Township 28 North, Range 10 West. The applicant hereby amends the application and files herewith a correct plat showing the owners and/or operators of the tracts offsetting the proposed non-standard gas pro-ration unit.

WHEREFORE, the applicant requests the Commission to order the formation of a non-standard gas pro-ration unit for the tract described as the SW $\frac{1}{4}$ , Section 30, Township 27 North, Range 10 West, San Juan County, New Mexico.

KUTZ CANON OIL AND GAS COMPANY

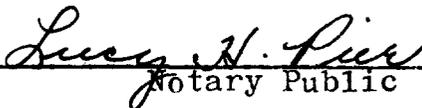
By J. J. Seaton  
Vice President

STATE OF COLORADO                    )  
  ) SS.  
CITY AND COUNTY OF DENVER )

J. F. Seaton being first duly sworn on oath, deposes and says that he is Vice President of Kutz Canon Oil & Gas Company, a Colorado corporation; that he has read the above and foregoing amended application, and that the facts stated therein are true of his own knowledge.

Witness my hand and official seal.

My commission expires July 24, 1956.

  
\_\_\_\_\_  
Notary Public