

GENERAL OFFICES  
120 BROADWAY NEW YORK

*Case file*  
*Case 1436*

*WJD*

AMERADA PETROLEUM CORPORATION

BEACON BUILDING  
P. O. BOX 2040  
TULSA 2, OKLA.

ROBERT J. STANTON  
GENERAL COUNSEL  
JOHN S. MILLER  
ASSISTANT GENERAL COUNSEL

LEGAL DEPARTMENT  
April 16, 1958

H. D. BUSHNELL  
HAROLD J. FISHER  
ROBERT T. JAMES  
ROBERT E. LEE  
JAMES C. MCWILLIAMS  
VIRGIL C. MORELLE  
ARDEN E. ROSS  
ATTORNEYS

New Mexico Oil Conservation Commission  
107 Mabry Hall Capital Building  
Santa Fe, New Mexico

Re: Amerada's Application to form 320-acre non-standard gas proration unit for production of gas from Amerada-Mathers No. 2 Well in Bagley-Lower Pennsylvanian Gas Pool, Lea County, New Mexico, as an exception to Rule 2(a) of Order R-1031

Gentlemen:

On April 14, I mailed Amerada's application to captioned cause and request that you note for the purpose of publication of notice that the proper spelling of the well concerned is Amerada-Mathers No. 2.

Very truly yours,

*H. D. Bushnell*  
H. D. BUSHNELL

HDB:MT

Case 1436

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# AMERADA PETROLEUM CORPORATION

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April 14, 1958

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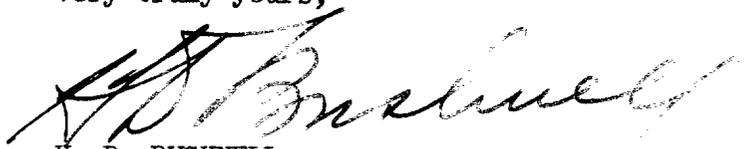
New Mexico Oil Conservation Commission  
107 Mabry Hall Capital Building  
Santa Fe, New Mexico

Re: Amerada's Application to form 320-acre non-standard gas proration unit for production of gas from Amerada-Mathis No. 2 Well in Bagley-~~Lower~~ Pennsylvanian Gas Pool, Lea County, New Mexico, as an exception to Rule 2(a) of Order R-1031

Gentlemen:

Enclosed in triplicate is Amerada's Application to captioned cause and request this case be set for hearing in May if such setting can be made possible at that time.

Very truly yours,



H. D. BUSHNELL

HDB:MT  
Encl.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

13226-491  
42506  
L 45 0

IN THE MATTER OF THE APPLICATION OF  
AMERADA PETROLEUM CORPORATION TO FORM  
A 320-ACRE NON STANDARD GAS PRORATION  
UNIT FOR PRODUCTION OF GAS FROM THE  
AMERADA-~~MATHIS~~<sup>MATHIS</sup> NO. 2 WELL COMPLETED IN THE  
BAGLEY-~~LOWER~~<sup>LOWER</sup> PENNSYLVANIAN GAS POOL,  
SAID UNIT TO COMPRISE OF TWO CONTIGUOUS  
QUARTER SECTIONS INCLUDING THE SE/4  
SECTION 3 AND THE NE/4 SECTION 10,  
TOWNSHIP 12 SOUTH, RANGE 33 EAST, LEA  
COUNTY, NEW MEXICO, AS AN EXCEPTION  
TO RULE 2 (a) OF ORDER NO. R-1031

CASE NO. 1436

APPLICATION

COMES NOW Amerada Petroleum Corporation and alleges and states the following:

1. Applicant, Amerada Petroleum Corporation, is owner of the Amerada-~~MATHIS~~<sup>MATHIS</sup> No. 2 Well located in SE/4 SE/4 of Section 3-12S-33E, Lea County, New Mexico, which was drilled to a total depth of 9460 feet and completed on April 4, 1951, in the Bagley-~~LOWER~~<sup>LOWER</sup> Pennsylvanian Gas Pool as defined in Order No. R-~~1031~~<sup>1031</sup> issued by this Commission on August 14, 1957, in Case No. ~~1276~~<sup>1325</sup>, as shown on the attached exhibit which is made a part of this application.

2. Applicant, owner of 100% of the working interest under leases covering the SE/4 of Section 3 and the NE/4 of Section 10-12S-33E, proposes by this Application to have dedicated to said well the 320 acres as described in the preceding paragraph.

3. The owners of the nonparticipating royalty interest under the tracts herein described have executed a communitization agreement agreeing therein to pool their royalty interest in the tracts herein described; except, the said communitization agreement has been mailed to the office of the U. S. Geological Survey, Roswell, New Mexico, for approval and execution of same on behalf of the United States in order to pool the royalty owned by the United States under said tracts.

4. The establishment of the 320-acre non-standard gas proration unit comprising the lands herein described as an exception to Rule 2(a) of Order No. 1031, Special Rules and Regulations for the Bagley-~~LOWER~~<sup>LOWER</sup> Pennsylvanian Gas Pool, is necessary to prevent waste, will afforded the owner of each tract in the unit the opportunity to recover and receive his just and equitable share of the gas in the Bagley-~~LOWER~~<sup>LOWER</sup> Pennsylvanian Gas Pool.

WHEREFORE, Applicant respectfully requests that this Application be set for hearing, that notice of such hearing be given as required by law, and, upon the conclusion of said hearing, that this Commission enter its order approving the formation of a non-standard gas proration unit in exception to Rule 2(a) of the Special Rules and Regulations for the Bagley-~~LOWER~~<sup>LOWER</sup> Pennsylvanian Gas Pool as set forth in Order R-1031, consisting of the SE/4 of Section 3 and the NE/4 of Section 10-12S-33E, Lea County, New Mexico, and granting to the Amerada-~~MATHIS~~<sup>MATHIS</sup> No. 2 Well an allowable of the 320 acres herein described for the production of gas from the Bagley-Lower Pennsylvanian Gas Pool.

AMERADA PETROLEUM CORPORATION

By H. D. Bushnell  
H. D. Bushnell  
Attorney for Applicant

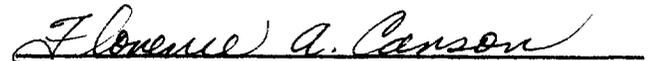
STATE OF OKLAHOMA )  
                          ) SS  
COUNTY OF TULSA   )

H. D. BUSHNELL, of lawful age, being duly sworn upon his oath states: That he is attorney for the Applicant herein, Amerada Petroleum Corporation, a Delaware corporation authorized to do business within the State of Oklahoma; and that he has read the foregoing Application and is familiar with the contents thereof, and believes that the facts therein set forth are true.



H. D. Bushnell

Subscribed and sworn to before me this 14<sup>th</sup> day of April, 1958.



Florence A. Canson  
Notary Public

My commission expires:

May 19, 1960