

LAW OFFICES OF
CAMPBELL & RUSSELL
J. P. WHITE BUILDING
ROSWELL, NEW MEXICO
26 November 1958

JACK M. CAMPBELL
JOHN F. RUSSELL

*Case 1567
Dec 10, 1958
Exam hearing*

TELEPHONES
MAIN 2-4641
MAIN 2-4642

Mr. A. L. Porter, Jr.
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Porter:

Enclosed please find application of Olsen Oils, Inc. on a matter that has been set down for the December 10th Examiner hearing. Mr. Russell will handle this for us.

This letter will serve as your authority to dismiss Case No. 1478 which has been pending on the docket for some time.

*Dismiss
1478*

Very truly yours,

CAMPBELL & RUSSELL

Jack M. Campbell
Jack M. Campbell

JMC:bb
Enclosures

R-677

APPROVED FOR THE RECORD
JAN 14 1957

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF OLSEN)
OILS, INC., FOR A NON-STANDARD GAS PRORA-)
TION UNIT IN THE TUBB GAS POOL CONSISTING)
OF THE N $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, AND NW $\frac{1}{4}$ SW $\frac{1}{4}$ OF SECTION))
25, TOWNSHIP 22 SOUTH, RANGE 37 EAST, N.M.)
P.M., LEA COUNTY, NEW MEXICO; OR IN THE AL-)
TERNATIVE, FOR A COMPULSORY POOLING ORDER)
POOLING ALL INTERESTS WITHIN THE VERTICAL)
LIMITS OF THE SAID TUBB GAS POOL IN THE NW $\frac{1}{4}$))
OF SAID SECTION 25 AS A TUBB GAS UNIT, AND)
A LIKE ORDER POOLING ALL INTERESTS IN THE)
SW $\frac{1}{4}$ OF SAID SECTION 25 AS ANOTHER TUBB GAS)
UNIT.)

CASE NO. 1567

APPLICATION

Comes now Olsen Oils, Inc., by its attorneys, and states:

1. Olsen Oils, Inc. is operator of certain properties situated in the W $\frac{1}{2}$ of Section 25, Township 22 South, Range 37 East, N.M.P.M., Lea County, New Mexico.
2. By its order in Case No. 929, the Commission approved the creation of a Tubb Gas Unit consisting of the SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, and SW $\frac{1}{4}$ SW $\frac{1}{4}$ of said Section 25, which unit is dedicated to a Tubb gas well located in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of said Section 25.
3. Applicant now proposes to create a Tubb Gas Unit consisting of the balance of the W $\frac{1}{2}$ of Section 25, being the N $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, and NW $\frac{1}{4}$ SW $\frac{1}{4}$, and to drill a Tubb well in the NE $\frac{1}{4}$ NW $\frac{1}{4}$ of said Section 25 on the proposed unit.
4. All of the proposed Tubb Gas Unit lies wholly within a single governmental section; consists of contiguous quarter-quarter sections and all of the entire proposed unit may reasonably be presumed to be productive of gas from the Tubb Gas Pool.
5. There is attached hereto a plat showing the acreage to be dedicated, together with the offset ownership.
6. The approval of this application for a non-standard unit will not adversely affect the correlative rights of any other

persons and will protect the correlative rights of the applicant and prevent waste.

WHEREFORE, applicant requests the Commission to set this matter down for hearing before an Examiner on December 10, 1958; to publish notice as required by law and to issue its Order granting applicant a non-standard proration unit in the Tubb Gas Pool consisting of the $N\frac{1}{2}NW\frac{1}{4}$, $SW\frac{1}{4}NW\frac{1}{4}$ and $NW\frac{1}{4}SW\frac{1}{4}$ of Section 25, Township 22 South, Range 37 East, Lea County, New Mexico.

OLSEN OILS, INC.

By: 

FOR: CAMPBELL & RUSSELL
Its Attorneys

APPLICATION IN THE ALTERNATIVE

Comes now Applicant, and in the alternative for the above request, states:

1. Applicant adopts the statement in Paragraph 1.
2. Properties of which applicant is the operator in the $W\frac{1}{2}$ of Section 25, consist of two leases, one of which covers the $SE\frac{1}{4}NW\frac{1}{4}$, $E\frac{1}{2}SW\frac{1}{4}$ and $SW\frac{1}{4}SW\frac{1}{4}$ of said Section 25, and the other of which covers the $N\frac{1}{2}NW\frac{1}{4}$, $SW\frac{1}{4}NW\frac{1}{4}$ and $NW\frac{1}{4}SW\frac{1}{4}$ of said Section 25.
3. In the alternative to the approval of the non-standard gas proration unit as requested above, applicant requests the Commission to enter its Order compulsorily pooling the above described leases within the vertical limits of the Tubb Gas Pool so that leased interests will consist of two separate gas proration units in the Tubb Gas Pool, one being the $NW\frac{1}{4}$ of said Section 25, and the other being the $SW\frac{1}{4}$ of said Section 25. For the purposes of the Tubb Gas Unit consisting of the $NW\frac{1}{4}$ of said Section 25, the Sims No. 2 Tubb Gas Well in the $SE\frac{1}{4}NW\frac{1}{4}$ should be designated as the unit well, and applicant intends, in the event the $SW\frac{1}{4}$ of Section

25 is a Tubb Gas Proration Unit, to drill a Tubb gas well within this unit area.

WHEREFORE, applicant requests the Commission to include this alternative proposal in the hearing as above requested; to publish notice as required by law, and in the event it should fail to enter its order approving the non-standard unit as above requested, that it enter its order in the alternative, compulsorily pooling all interests to accomplish the establishment of two separate gas proration units in the Tubb Gas Pool consisting of the NW $\frac{1}{4}$ as to one unit, and the SW $\frac{1}{4}$ as to another unit.

OLSEN OILS, INC.

By: _____

Geoffrey Campbell
FOR: CAMPBELL & RUSSELL
Its Attorneys