



CITIES SERVICE OIL COMPANY

BOX 97

HOBBS, NEW MEXICO

September 28, 1959

Case 1795

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

Attn: Mr. A. L. Porter

Gentlemen:

Cities Service Oil Company and Late Oil Company herewith requests that the Oil Conservation Commission schedule an examiner hearing at an early date to consider our application for a non-standard gas proration unit composed of the S/2, Section 17, T-24-S, R-37-E, in the Jalmat Gas Pool, Lea County, New Mexico.

Late Oil Company's Thomas No. 1, located 660 feet from south line, 660 feet from west line, Section 17, T-24-S, R-37-E, is completed within the vertical limits of the Jalmat Gas Pool and the 320 acre non-standard gas proration unit is to be assigned to this well. Late Oil Company will be the operator of the proposed unit. Cities Service Oil Company, Late Oil Company and Gulf Oil Corporation have entered a communitization agreement for the S/2, Section 17, T-24-S, R-37-E, Lea County, New Mexico. Acreage contributions to the proposed non-standard unit are as follows: Cities Service Oil Company, W/2 SE/4; Late Oil Company, SW/4; Gulf Oil Corporation, E/2 SE/4; all in Section 17, T-24-S, R-37-E, Lea County, New Mexico. The acreage included in the proposed unit falls within the limits of the Jalmat Gas Pool, is composed of contiguous quarter/quarter sections in a single governmental section and is reasonably presumed to be productive of gas. Approval of this unit will prevent waste and protect correlative rights.

Request of a hearing is for the consideration of an exception to Rule 5-A, Order 520, concerning the rules and regulations of the Jalmat Gas Pool permitting assignment of a 320 acre non-standard gas proration unit composed of the S/2, Section 17, T-24-S, R-37-E, Lea County, New Mexico.

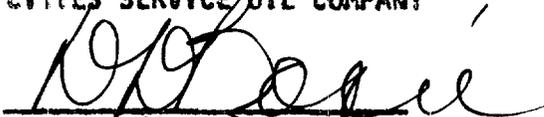
*Books to mailed
10-8-59
DJW*

September 28, 1959

A plat is attached hereto indicating the proposed unit, subject well and offset operators. A copy of this application has been sent to each operator on the attached mailing list.

Yours very truly

CITIES SERVICE OIL COMPANY


D. D. Bodie
Division Superintendent

LATE OIL COMPANY


F. N. Late
President

EFM/gk

M A I L I N G L I S T

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

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

Continental Oil Company
825 Petroleum Building
Roswell, New Mexico

Skelly Oil Company
P. O. Box 38
Hobbs, New Mexico

Humble Oil & Refining Company
P. O. Box 2347
Hobbs, New Mexico

Pan American Petroleum Corporation
P. O. Box 68
Hobbs, New Mexico

King, Warren & Dye
P. O. Box 1505
Midland, Texas

Olsen Oils, Inc.
P. O. Box 691
Jal, New Mexico

Gulf Oil Corporation ✓
P. O. Drawer 669
Roswell, New Mexico

Southern California Petroleum Corporation
P. O. Box 1071
Midland, Texas

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

November 17, 1959

Mr. Jason Kellahin
P. O. Box 1713
Santa Fe, New Mexico

Dear Mr. Kellahin:

On behalf of your client, Cities Service Oil Company we enclose two copies of Order No. R-1527 in Case No. 1795 issued by the Oil Conservation Commission on this date.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

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Enclosures: (2)

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