CASE 2424: (Cont.)

said unit to be dedicated to the Bertha Barber Well No. 12, located at an unorthodox location 1650 feet from the South line and 330 feet from the West line of said Section 5. Applicant further seeks permission to complete said Bertha Barber Well No. 12 as an oil-gas dual completion (conventional) in the Monument-Paddock Pool and in the Monument-McKee Gas Pool, with the production of oil from the Monument-Paddock zone and the production of gas from the Monument-McKee zone to be through parallel strings of 2 3/8-inch tibing.

CASE 2425:

Application of Iverson & Welch for an order extending the limits of the Shugart and the North Shugart Pools and abolishing the Culwin & Culwin-Yates Pools, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order abolishing the Culwin and Culwin-Yates Pools both of which are located in Townships 18 and 19 South, Ranges 30 and 31 East, Eddy County, New Mexico. Applicant further seeks an order extending the vertical limits of the Shugart and North Shugart Pools to include the Yates, Seven Rivers, Queen and Grayburg formations and establishing the horizontal limits of said pools as follows:

NORTH SHUGART POOL:

TOWNSHIP 18 SOUTH, RANGE 31 EAST
Section 8: S/2
Section 9: S/2, NE/4
Section 10: S/2, S/2 NE/4
Section 11: S/2, NE/4
Section 12: A11
Section 13: N/2, SE/4
Section 14, 15, 16, 17, and 18: A11
Section 22: N/2 N/2
Section 24: N/2 N/2 NE/4

SHUGART POOL: Remaining portion of the North Shugart Pool, as presently defined, plus that acreage contained in the Shugart, Culwin and Culwin-Yates Pools, as presently defined.



9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM STATE LAND OFFICE BUILDING - SANTA FE. NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, as Alternate Examiner:

CASE 2421:

Application of Texaco Inc. for approval of a unit agreement and for a waterflood project, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval of the Northeast Caprock (Queen) Unit Agreement, covering 1360 acres, more or less, in Township 12 South, Range 32 East, Caprock Queen Pool, Lea County, New Mexico. Applicant further seeks authority to institute a unit-wide waterfolld by the injection of water into the Queen formation through 19 wells located within said unit.

CASE 2422:

Application of Texaco Inc. for an oil-gas dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks permission to complete its J. C. Estlack Well No. 1, located in Unit T of Section 3, Township 21 South, Range 37 East, Lea County, New Mexico, as an oil-gas dual completion (conventional) in the Blinebry Oil and Tubb Gas Pools, with the production of oil from the Blinebry zone and the production of gas from the Tubb zone to be through parallel strings of 2 1/16-inch tubing.

CASE 2423:

Application of Skelly Oil Company for authority to inject water into the Horseshoe-Gallup Oil Pool, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authorization to inject water into the Gallup formation underlying the Navajo "M" lease, comprising all of Sections 33 and 34, Township 32 North, Range 17 West, Horseshoe-Gallup Oil Pool, San Juan County, New Mexico, through the Navajo "M" Well No. 2, located 1980 feet from the South and West lines of said Section 33, for the purpose of secondary recovery.

CASE 2424:

Application of The Ohio Oil Company for a 160-acre non-standard gas proration unit, an unorthodox well location and an oil-gas dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a 160-acre non-standard gas proration unit in the Monument-McKee Gas Pool, comprising the N/2 SW/4 and S/2 NW/4 of Section 5, Township 20 South, Range 37 East, Lea County, New Mexico,



Gulf Oil Corporation

ROSWELL PRODUCTION DISTRICT

W. A. Shellshear In The MANAGER
F. O. Mortlock
Jie of EXPLIPATION
MANAGER
M. I. Taylor
INTERFET FROD JOHAN
MENAGEP

TRIOT JERVICES MANAGER

H. C. Vivian

November 1, 1961

P. O. Drawer 1938 Roswell, New Mexico

Oil Conservation Commission State of New Mexico Post Office Box 871 Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr.

Re: Case No 2425/Scheduled For Examiner Hearing on

November 8, 1961

Gentlemen:

Please be advised that Gulf Oil Corporation has no serious objection to the application of Iverson & Welch in the above referenced case. It is noted, however, that a portion of the proposed horizontal limits of the North Shugart Pool includes the N/2 N/2 Section 22, Township 18 South, Range 31 East. This would split Gulf's Federal-Littlefield "AB" Lease, putting part of it in the North Shugart Pool and the remainder in the Shugart Pool.

It is recommended, providing the Iverson & Welch application is approved, that the portion of Section 22, described as the N/2 N/2 be deleted from the proposed horizontal limits of the North Shugart Pool, and this acreage be included in the proposed horizontal limits of the Shugart Pool.

Yours very truly,

Athellshear

W. A. Shellshear

JHH:sz

cc: Iverson & Welch 100 Booker Building Artesia, New Mexico



OIL CONSERVATION COMMISSION

P. O. BOX 871 SANTA FE, NEW MEXICO

November 3, 1961

Mr. Dick Stamets
Oil Conservation Commission
Drawer DD
Artesia, New Mexico

Re: Case No. 2425 - Application of Iverson & Welch scheduled for hearing November 8, 1961

Dear Dick:

Enclosed is a copy of a letter received today from Gulf Oil Corporation pertaining to the subject case. Mr. Porter has suggested that I send this to you for your consideration.

If you feel that you should go on the stand in this case to present some testimony, I would like to get together with you the afternoon before the hearing to go over your proposals with you.

Very truly yours,

RICHARD S. MORRIS
Attorney

RSM/esr Enclosure